PURCHASED WATER ADJUSTMENT FOR WATER DISTRICTS AND ASSOCIATIONS (807 KAR 5:068)

JAN 2 4 2008 PUBLIC SERVICE COMMISSION

NEBO WATER DISTRICT (Name of Utility)

JANUARY 17, 2008 (Date)

POBOX 147 (Address)

2008-31

NEBO, KY 42441

270-249-3709 (Telephone Number)

I.a. Name of all wholesale suppliers and the base (current) rate and changed rate of each. In the event the water purchased is billed by the supplier on a rate that is not a flat rate schedule, the entire rate schedule must be shown. Attach additional sheets if necessary.

Supplier(s)	<u>Base Rate</u>	Changed Rate
<u>CITY OF MADISONVILLE, KY</u>	\$2.51 per <u>1,000 gallon</u>	\$3.27 per <u>1,000 gallon</u>

- 1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit <u>A</u>.
- 2. Twelve-month period upon which the purchased water adjustment is based. (This twelve-month period must end within 90 days of this filing).

From	JANUARY 1,	2007	through	DECEMBER 31, 20	<u>07</u>
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3. Statement of water purchases. Where water is purchase from more than one supplier, purchases from each supplier must be shown separately. If water is purchased through a declining block rate schedule, purchases for each month must be shown. Attach an additional sheet if necessary.

Supplier(s) Gallons Purchased During 12 month period

CITY OF MADISONVILLE, KY

156,701,000

TOTAL PURCHASES

156,701,000

4. Total sales for the 12 month period <u>130,749,000</u>

5. Increased water cost \$119,092.76 (SEE EXHIBIT B).

> The increased water cost is the cost difference between purchases at base (current rate) and purchase at new rate.

Purchased water adjustment factor \$.91 per 1,000 gallons (SEE EXHIBIT B). 6.

The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.

The purchased water adjustment factor is added to each thousand gallons sold. If the minimum Note: usage is 2,000 gallons then the purchased water adjustment factor would be added to the minimum bill twice. Revised tariff sheets must be attached showing the rate to be charged by the utility and the effective date of the increased rates.

7. Proposed effective date \_\_\_\_\_ FEBRUARY 3, 2008

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(Signature of Utility Officer)

### APPENDIX A

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. DATED JANUARY 18, 2008

The following rates and changes are prescribed for the customers in the area served by Nebo Water District for service rendered on or after February 3, 2008. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

#### MONTHLY WATER RATES

First	2,000	Gallons	\$ 17.71	Minimum Bill
Next	2,000	Gallons	7.06	Per 1,000 Gallons
Next	6,000	Gallons	6.61	Per 1,000 Gallons
Next	10,000	Gallons	6.18	Per 1,000 Gallons
Over	20,000	Gallons	5.73	Per 1,000 Gallons

# MINIMUM BILLS

5/8 Inch x 3/4 Inch	\$ 17.71	First 2,000 Gallons
1 Inch	31.83	First 4,000 Gallons
1-1/2 Inch	71.49	First 10,000 Gallons
2 Inch	133.29	First 20,000 Gallons
3 Inch	190.59	First 30,000 Gallons
4 Inch	305.19	First 50,000 Gallons

## NEBO WATER DISTRICT PURCHASED WATER RATE ADJUSTMENT DATE OF ISSUE: JANUARY 18, 2008

# EXHIBIT B - PURCHASED WATER ADJUSTMENT CALCULATIONS

WATER PURCHASED WATER SOLD	156,701,000 gallons 130,749,000 gallons
COST AT CHARGED RATE: 156,701,000 X 3.27	\$ 512,412.27
LESS	
COST AT BASE RATE 156,701,000 X 2.51	 393,319.51
INCREASE IN COST	\$ 119,092.76

\$ 119,092.76/130,749,000 = .00091 or .91 PER 1,000 GALLONS

Form for filing Rate Schedules

For Hopkins County, Kentucky Community, Town or City

## Canceling P.S.C. KY. NO. 2006-00551

\_\_\_\_\_ SHEET NO. \_\_\_\_\_

<u>Nebo Water District</u> Name of Issuing Corporation

#### Minimum Water Rates Based on Size Connections

Size of Water Meter Connections	Number of Gallons or Less of Per Month to be Provided for the <u>Minimum Rate</u>	Minimum monthly Water Rate <u>Per Connection</u>
5/8 inch x 3/4 inch	2,000 gallons	\$17.71
1 inch	4,000 gallons	31.83
1-1/2 inch	10,000 gallons	71.49
2 inch	20,000 gallons	133.29
3 inch	30,000 gallons	190.59
4 inch	50,000 gallons	305.19

# Meter Rates for Water Usage in Addition to Minimum Charge

Subject to the minimum monthly water rate specified above, the following metered charges shall be made for water consumption per month to customers of all size connections:

Number of Gallons <u>of Water per Month</u>	Monthly Charge per 1,000 Gallons
First 2,000 gallons	\$17.71
Next 2,000 gallons	7.06
Next 6,000 gallons	6.61
Nest 10,000 gallons	6.18
All over 20,000 gallons	5.73

DATE OF ISSUE January 18, 2008	DATE EFFECTIVE:	February 3, 2008
ISSUED BY	TITLE Chairman	
Issued by authority of an Order of the Public Service Co	ommission of Kentucky in Case I	No.
dated		