Steven L. Beshear Governor

Robert D. Vance, Secretary Environmental and Public Protection Cabinet

Larry R. Bond Commissioner Department of Public Protection

Honorable Frank N. King, Jr. Attorney at Law Dorsey, King, Gray, Norment & Hopgood 318 Second Street Henderson, KY 42420



Commonwealth of Kentucky Public Service Commission 211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

April 15, 2008

Mark David Goss Chairman

> John W. Clay Vice Chairman

Caroline Pitt Clark Commissioner

CERTIFICATE OF SERVICE

RE: Case No. 2008-00103 Henderson County Water District

I, Stephanie Stumbo, Executive Director of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the addressee by U.S. Mail on April 15, 2008.

Jephania

Executive Director

SS/rs Enclosure

KentuckyUnbridledSpirit.com



Steven L. Beshear Governor

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Larry R. Bond Commissioner Department of Public Protection

Allan R. VanMeter Superintendent Henderson County Water District 655 South Main Street P. O. Box 655 Henderson, KY 42419-0655



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RE: Case No. 2008-00103 Henderson County Water District

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Executive Director

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COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF HENDERSON COUNTY WATER DISTRICT

CASE NO. 2008-00103

ORDER

On March 20, 2008, Henderson County Water District ("Henderson County") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Henderson County purchases water from two divisions of Henderson Water Utility - North ("Henderson North"), Henderson Water Utility - South ("Henderson South").

2. On March 1, 2008, Henderson North increased its wholesale rate to Henderson County from \$1.5788 per 1,000 gallons to \$1.6716 per 1,000 gallons and Henderson South increased its wholesale rate from \$1.5190 per 1,000 gallons to \$1.7096 per 1,000 gallons.

3. Henderson County proposes a purchased water adjustment factor of \$0.13 per 1,000 gallons, effective April 1, 2008.

4. During the 12 months ended December 2007, Henderson County purchased 492,940,000 gallons of water from Henderson North, 46,995,000 gallons

from Henderson South, and it sold 424,776,430 gallons. Henderson County miscalculated the increased cost of purchased water in the application; however, this had no material effect on the purchased water adjustment factor. The increase in the cost of purchased water is \$54,702, resulting in a purchased water adjustment factor of \$0.13 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.13 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Henderson County are approved.

2. The purchased water adjustment factor of \$0.13 per 1,000 gallons as calculated in Appendix A is approved.

3. The rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services on or after April 1, 2008.

4. Within 20 days of the date of this Order, Henderson County shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 15th day of April, 2008.

By the Commission

ecutive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00103 DATED APRIL 15, 2008

Henderson North Purchases in gallons Volumetric rate	New Rate	Base Rate
	492,940,000 <u>\$ 1.6716 /1,000</u> \$823,998.50	492,940,000 <u>\$ 1.5788/1,000</u> \$ 778,253.67
Henderson South Purchases in gallons Volumetric rate	46,995,000 <u>\$ 1.7096 /1,000</u> \$80,342.65	46,995,000 <u>\$ 1.5190/1,000</u> \$71,385.41
	Increased water co	st \$ 54,702

.

Increased water cost Divided by gallons sold Purchased water adjustment factor

\$54,702 <u>424,776,430</u> \$0.13 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00103 DATED APRIL 15, 2008.

The following rates and charges are prescribed for the customers in the area served by Henderson County Water District. 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

5/8" x 3/4" Meter:			
First	2,000 gallons	\$14.61	Minimum Bill
Next	8,000 gallons	4.94	per 1,000 gallons
Next	20,000 gallons	4.47	per 1,000 gallons
Over	30,000 gallons	4.01	per 1,000 gallons
1" Meter:		***	K AN A WARTEN
First	5,000 gallons	\$29.43	Minimum Bill
Next	5,000 gallons	4.94	per 1,000 gallons
Next	20,000 gallons	4.47	per 1,000 gallons
Over	30,000 gallons	4.01	per 1,000 gallons
2" Meter:			
Z Meter. First	16,000 gallons	\$80.95	Minimum Bill
Next	14,000 gallons	4.47	per 1,000 gallons
		4.47	
Over	30,000 gallons	4.01	per 1,000 gallons
3" Meter:			
First	30,000 gallons	\$143.53	Minimum Bill
Over	30,000 gallons	4.01	per 1,000 gallons
	-		
4" Meter:			
First	50,000 gallons	\$223.73	Minimum Bill
Over	50,000 gallons	4.01	per 1,000 gallons
6" Meter:			
	100.000 collone	\$424.23	Minimum Bill
First	100,000 gallons	4.01 م 424	
Over	100,000 gallons	4.01	per 1,000 gallons