

DORSEY, KING, GRAY, NORMENT & HOPGOOD

ATTORNEYS-AT-LAW

318 SECOND STREET

HENDERSON, KENTUCKY 42420

JOHN DORSEY (1920-1986)  
FRANK N. KING, JR.  
STEPHEN D. GRAY  
WILLIAM B. NORMENT, JR.  
J. CHRISTOPHER HOPGOOD  
S. MADISON GRAY

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April 7, 2011

RECEIVED

APR 11 2011

PUBLIC SERVICE  
COMMISSION

Mr. Jeff DeRouen  
Executive Director  
Public Service Commission of Kentucky  
Post Office Box 615  
Frankfort, Kentucky 40602

Re: Henderson County Water District  
Application for Purchased Water Adjustment

Dear Mr. DeRouen

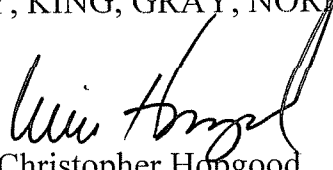
Enclosed please find an original and 10 copies of an application for a purchased water rate adjustment for Henderson County Water District, to be effective May 1, 2011. We request notification that this application meets minimum filing requirements and has been assigned a case number.

Your assistance in this matter is appreciated.

Very truly yours,

DORSEY, KING, GRAY, NORMENT & HOPGOOD

By

  
J. Christopher Hopgood

JCH/cds

Encls.

COPY/w/encls.: Henderson County Water District  
Attorney General, Office of Rate Intervention

**RECEIVED**

APR 11 2011

PUBLIC SERVICE  
COMMISSION

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

Name of Utility	Henderson County Water District		
Date	2/25/2011		
Address	P.O. Box 655 655 S. Main Street		
City, State, Zip	Henderson, KY	42419	
Telephone Number	270-826-9802		

1.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)	Base Rate	Changed Rate
Henderson Water Utility (North)	\$2.1119 per 1,000 gal	\$1.9618 per 1,000 gal
Henderson Water Utility (South)	\$2.1833 per 1,000 gal	\$2.7630 per 1000 gal

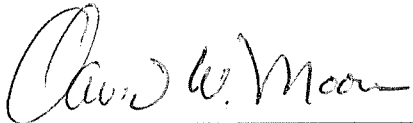
1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit

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	01/2010	through	12/2010
	(month and year)		(month and year)

3. Statement of water purchases. Where water is purchased 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
HWU - North	547,745,560
HWU - South	13,509,000
<b>TOTAL PURCHASES</b>	
4. Total sales for the 12 month period	415,737,571
5. Increased water cost	(-) \$74,385.44
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	- \$0.17892402/thousand gallons
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.	
<p><b>Note:</b> The purchased water adjustment factor is added to each thousand gallons sold. If the minimum 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.</p>	
7. Proposed effective date	May 1 <sup>st</sup> , 2011
	
Signature of Utility Officer	
Title	
Superintendent	



# HENDERSON WATER UTILITY

Water • Wastewater • Stormwater

MANAGED BY THE CITY OF HENDERSON WATER & SEWER COMMISSION

A. LEASON NEEL, CPA  
CHIEF FINANCIAL OFFICER

December 21, 2010

Mr. David Moore  
Henderson County Water District  
655 South Main Street  
P.O. Box 655  
Henderson, Kentucky 42420

Dear Mr. Moore:

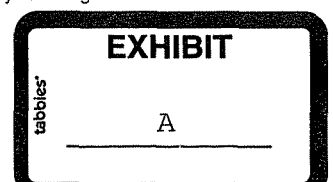
In accordance with the contract between the Henderson Water and Sewer Commission and the Henderson County Water District, the costs of providing water services based on our 2009-2010 fiscal year audit have been calculated by our auditors, McElroy, Mitchell & Associates, LLP for our North and South Water Systems. Enclosed is a copy of each individual letter highlighting their calculations. The following table summarizes the current versus the new rates:

Henderson County Water District		
	Current Rate Per 1,000 Gallons	New Rate Per 1,000 Gallons
North	\$2.1119	\$1.9618
South	\$2.1833	\$2.7630

These revised rates are to go into effect on the first billing after March 31, 2011. We appreciate the opportunity to serve the Henderson County Water District. If you have questions concerning this letter please contact me.

Sincerely,

A. Leason Neel, CPA  
Chief Financial Officer



Henderson County Water District

New Rates

5/01/2011

	<u>Consumption</u>	<u>Previous Water Rates</u>	<u>New Water Rates</u>	<u>New Rates</u>	
3/4 inch	2,000	\$ 15.81	\$ 15.45	<b>Gals.</b>	<b>5/8 X 3/4 inch</b>
	3,000	\$ 21.35	\$ 20.81	2,000 \$	15.45 MIN BILL
	4,000	\$ 26.89	\$ 26.17	8,000 \$	5.36
1 inch	5,000	\$ 32.43	\$ 31.54	20,000 \$	4.89
	6,000	\$ 37.97	\$ 36.90	30,000 \$	4.59
	7,000	\$ 43.51	\$ 42.26		
	8,000	\$ 49.05	\$ 47.62		<b>1 inch</b>
	9,000	\$ 54.59	\$ 52.98	5,000 \$	31.54 MIN BILL
	10,000	\$ 60.13	\$ 58.34	5,000 \$	5.36
	13,000	\$ 75.34	\$ 73.01	20,000 \$	4.89
2 inch	16,000	\$ 90.55	\$ 87.69	30,000 \$	4.59
	20,000	\$ 111.53	\$ 107.95		
	25,000	\$ 136.18	\$ 131.71		<b>2 inch</b>
3 inch	30,000	\$ 161.53	\$ 156.16	16,000 \$	87.69 MIN BILL
	40,000	\$ 207.63	\$ 200.47	14,000 \$	4.89
4 inch	50,000	\$ 253.73	\$ 244.79	30,000 \$	4.59
	75,000	\$ 368.98	\$ 355.56		
6 inch	100,000	\$ 430.23	\$ 412.34		<b>3 inch</b>
	150,000	\$ 714.73	\$ 687.90	30,000 \$	156.16 MIN BILL
	200,000	\$ 945.23	\$ 909.45	30,000 \$	4.59
					<b>4 inch</b>
				50,000 \$	244.79 MIN BILL
				50,000 \$	3.35
					<b>6 inch</b>
				100,000 \$	412.34 MIN BILL
				100,000 \$	4.97

FOR Henderson & Webster Counties  
Community, Town or City

P.S.C. KY. NO. \_\_\_\_\_

SHEET NO. 1

CANCELLING P.S.C.KY.NO. \_\_\_\_\_

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

Henderson County Water District  
(Name of Utility)

RATES and CHARGES

5/8" x 3/4" Meter

First	2,000 Gallons	\$15.45 Minimum Bill
Next	8,000 Gallons	5.36 Per 1,000 Gallons
Next	20,000 Gallons	4.89 Per 1,000 Gallons
Over	30,000 Gallons	4.59 Per 1,000 Gallons

1 Inch Meter

First	5,000 Gallons	\$31.54 Minimum Bill
Next	5,000 Gallons	5.36 Per 1,000 Gallons
Next	20,000 Gallons	4.89 Per 1,000 Gallons
Over	30,000 Gallons	4.59 Per 1,000 Gallons

2 Inch Meter

First	16,000 Gallons	\$87.69 Minimum Bill
Next	14,000 Gallons	4.89 Per 1,000 Gallons
Over	30,000 Gallons	4.59 Per 1,000 Gallons

3 Inch Meter

First	30,000 Gallons	\$156.16 Minimum Bill
Over	30,000 Gallons	4.59 Per 1,000 Gallons

4 Inch Meter

First	50,000 Gallons	\$244.79 Minimum Bill
Over	50,000 Gallons	43.35 Per 1,000 Gallons

6 Inch Meter

First	100,000 Gallons	\$412.34 Minimum Bill
Over	100,000 Gallons	4.97 Per 1,000 Gallons

Date of Issue: March 10, 2011  
Month/Date/Year

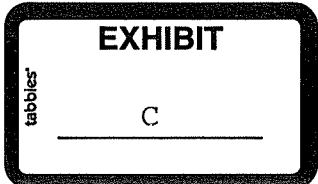
Date Effective: May 1, 2011  
Month/Date/Year

Issued by: *Chas. W. Moore*

Title: Superintendent

BY AUTHORITY OF ORDERS OF THE PUBLIC SERVICE

COMMISSION IN CASE NO. \_\_\_\_\_ DATED: \_\_\_\_\_



FOR Henderson & Webster Counties  
Community, Town or City

P.S.C. KY. NO \_\_\_\_\_

SHEET NO. 2

CANCELLING P.S.C.KY.NO. \_\_\_\_\_

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

Henderson County Water District  
(Name of Utility)

RATES and CHARGES

Volunteer Fire Department (Metered Services)

Flat Rate                      \$15.45 Maximum Bill

The monthly charge for water usage in excess of the respective minimum water rates set out above shall be computed in increments of 10 gallons. Accordingly, a customer having a 5/8 inch meter who consumes at least 2,010 gallons of water and not more than 2,019 gallons of water in any month shall pay the amount of \$15.50 for the month (\$15.45 plus \$0.05). A customer having a 5/8 inch meter who consumes at least 2,020 gallons and not more than 2,029 gallons of water in any month shall pay the amount of \$15.56 (\$15.45 plus \$0.11).

THE BASE RATE FOR PURCHASED WATER SHALL BE:

<u>Supplier</u>	<u>Rate</u>
Henderson Water Utilities (North) PWSID#0510188	\$1.9618 per 1,000 gallons
Henderson Water Utilities (South) PWSID#0510510	\$2.7630 per 1,000 gallons

Date of Issue: March 10, 2011  
Month/Date/Year

Date Effective: May 1, 2011  
Month/Date/Year

Issued by: *C. W. Moon*

Title: Superintendent

BY AUTHORITY OF ORDERS OF THE PUBLIC SERVICE

COMMISSION IN CASE NO. 2011-                      DATED

