

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF SOUTH HOPKINS WATER) CASE NO. 2011-00359
DISTRICT)

O R D E R

On August 31, 2011, South Hopkins Water District (“South Hopkins”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure’.

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

1. South Hopkins purchases water from the city of Dawson Springs (“Dawson Springs”).

2. Pursuant to the terms of South Hopkins’ water purchase agreement with Dawson Springs, Dawson Springs’ wholesale rate is adjusted annually to reflect the average cost of producing water for the previous fiscal year. Accordingly, Dawson Springs increased its wholesale water rate to South Hopkins from \$1.75421 per 1,000 gallons to \$2.01421 per 1,000 gallons for service provided on and after July 1, 2011. South Hopkins proposes to increase the water rates to its customers effective October 1, 2011.

3. During the 12 months ending June 30, 2011, South Hopkins purchased 311,396,000 gallons of water and sold 276,555,867 gallons. The increase in the cost of

¹ KRS 278.015; 807 KAR 5:068.

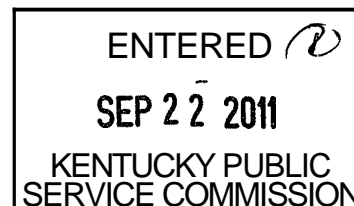
purchased water is \$80,962.96, resulting in a purchased water adjustment of \$0.29 per 1,000 gallons.

4. The purchased water adjustment of \$0.29 per 1,000 gallons is fair, just, and reasonable and should be approved.

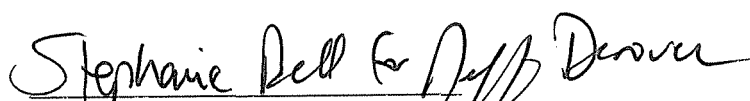
IT IS THEREFORE ORDERED that:

1. South Hopkins' proposed rates are approved.
2. The purchased water adjustment factor of \$0.29 per 1,000 gallons as calculated in Appendix A is approved.
3. The rates in Appendix B are fair, just, and reasonable and are approved for services on or after October 1, 2011.
4. The tariff sheet filed by South Hopkins is approved as filed.

By the Commission



ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
 COMMISSION IN CASE NO. 2011-00359 DATED **SEP 22 2011**

	New Rate	Base Rate	
South Hopkins Water Purchases in gallons	311,396,000	311,396,000	
Volumetric rate	<u>\$2.01421/1,000</u>	<u>\$1.75421/1,000</u>	
	\$627,216.93716	\$546,253.97716	
		Increased water cost	\$80,962.96
Increased water cost		\$ 80,962.96	
Divided by gallons sold		<u>276,555,867</u>	
Purchased water adjustment factor		\$0.29 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00359 DATED **SEP 22 2011**

The following rates and charges are prescribed for the customers in the area sewed by South Hopkins 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-Inch x 3/4-Inch Meter

First	1,000 gallons	\$9.75	Minimum bill
Next	9,000 gallons	5.28	per 1,000 gallons
Next	10,000 gallons	4.92	per 1,000 gallons
Next	30,000 gallons	4.56	per 1,000 gallons
All Over	50,000 gallons	3.89	per 1,000 gallons

1 inch Meter

First	10,000 gallons	\$ 57.30	Minimum bill
Next	10,000 gallons	4.92	per 1,000 gallons
Next	30,000 gallons	4.56	per 1,000 gallons
All Over	50,000 gallons	3.89	per 1,000 gallons

2 Inch Meter

First	20,000 gallons	\$ 106.50	Minimum bill
Next	30,000 gallons	4.56	per 1,000 gallons All
Over	50,000 gallons	3.89	per 1,000 gallons

3 Inch Meter

First	50,000 gallons	\$ 243.20	Minimum bill
All Over	50,000 gallons	3.89	per 1,000 gallons

Robert J Tucker
Chairman
South Hopkins Water District
129 South Main Street
P. O. Box 487
Dawson Springs, KY 42408