COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF) CASE NO. NORTH HOPKINS WATER DISTRICT) 2018-00133

ORDER

On April 13, 2018, North Hopkins Water District ("North Hopkins") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

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

- North Hopkins purchases water from the city of Madisonville ("Madisonville").
- 2. Madisonville notified North Hopkins that its wholesale rate would decrease from \$4.39 per 1,000 gallons to \$3.97 per 1,000 gallons effective March 31, 2018.² North Hopkins proposes to decrease the water rates to its customers effective March 31, 2018, to reflect the decreased cost of purchased water from Madisonville.
- 3. North Hopkins proposed a purchased water adjustment factor of \$(0.59) per 1,000 gallons in its application.

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2018-00056 (Ky. PSC filed Feb. 5, 2018); the tariff was accepted for filing by the Commission by letter dated March 29, 2018.

- 4. During the 12 months ended December 31, 2017, North Hopkins purchased 94,518,000 gallons of water from Madisonville. During the same period, North Hopkins sold 66,939,000 gallons of water. The decrease in the cost of purchased water is \$(39,697.56), resulting in a purchased water adjustment factor of \$(0.59) per 1,000 gallons.
- 5. The purchased water adjustment factor of \$(0.59) per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable, and should be approved.
 - 6. North Hopkins's proposed rates should be approved.
- 7. The rates as set forth in Appendix B to this Order, are fair, just, and reasonable, and should be approved for water service rendered by North Hopkins on and after March 31, 2018.

IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment factor of \$(0.59) per 1,000 gallons is approved.
 - 2. The rates proposed by North Hopkins are approved.
- 3. The rates as set forth in Appendix B to this Order are approved for water service rendered by North Hopkins on and after March 31, 2018.
- 4. Within 20 days of the date of entry of this Order, North Hopkins shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission

APR 2 0 2018

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

Case No. 2018-00133

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2018-00133 DATED APR 2 0 2018

Marie and a second	New Rate	Base Rate
Madisonville Purchases in gallons Wholesale rate Total	94,518,000 \$ 3.97/1,000 \$375,236.46	94,518,000 <u>\$ 4.39/1,000</u> \$414,934.02
Decreased water cost		\$ (39,697.56)
Decreased water cost Divided by gallons sold/1,000 Purchased water adjustment factor		\$ (39,697.56) 66,939,000 \$ (0.593) per 1,000 Gallons
		or \$ (0.59) per 1,000 Gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2018-00133 DATED APR 2 0 2018

The following rates and charges are prescribed for the customers in the area served by North 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 First Next Next Next Over	2,000 2,000 3,000 3,000	Gallons Gallons Gallons Gallons	\$	23.94 Minimum Bill 11.67 per 1,000 Gallons 9.32 per 1,000 Gallons 8.17 per 1,000 Gallons 6.37 per 1,000 Gallons
3/4-Inch Meter				
First Next Next Next Over	1,000 3,000 3,000	Gallons Gallons Gallons Gallons Gallons	\$	35.61 Minimum Bill 11.67 per 1,000 Gallons 9.32 per 1,000 Gallons 8.17 per 1,000 Gallons 6.37 per 1,000 Gallons
1-Inch Meter				
First Next Next	2,000 3,000	Gallons Gallons Gallons	\$	56.60 Minimum Bill 9.32 per 1,000 Gallons 8.17 per 1,000 Gallons
Over	10,000	Gallons		6.37 per 1,000 Gallons
	ch Meter 10,000 10,000	Gallons Gallons	\$	99.75 Minimum Bill 6.37 per 1,000 Gallons
2-Inch M First Over	15,000	Gallons Gallons	\$	131.60 Minimum Bill 6.37 per 1,000 Gallons
3-Inch M First Over	30,000	Gallons Gallons	\$	227.15 Minimum Bill 6.37 per 1,000 Gallons

*North Hopkins Water District 316 Liberty Church Loop Madisonville, KY 42431

*Norman D Adams North Hopkins Water District 316 Liberty Church Loop Madisonville, KY 42431