

**MICHAEL L. OVERBY**  
*Certified Public Accountant and Consultant*

401 South Broadway  
Providence, KY 42450

RECEIVED  
DEC 20 2004  
PUBLIC SERVICE  
COMMISSION

December 15, 2004

Ms. Stephanie Bell  
Public Service Commission  
P. O. Box 615  
Frankfort, KY 40602-0615

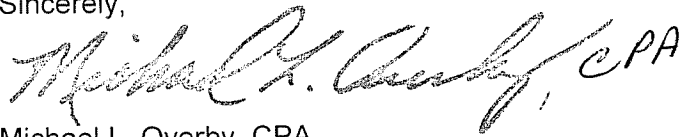
2004-00514

Dr. Ms. Bell:

Enclosed please find the completed Purchase Water Rate Adjustment application for the Nebo Water District.

Upon your review of this application should there be any questions, please contact me at my office telephone number 270-667-2251 or my fax number of 270-667-2287. You may also reach me by email at [moverby@pennyrile.net](mailto:moverby@pennyrile.net).

Sincerely,



Michael L. Overby, CPA

MLO/bww

Form for filing Rate Schedules

For Hopkins County, Kentucky  
Community, Town or City

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

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

Canceling PSC No. 2003-00014

Nebo Water District  
Name of Issuing Corporation

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

Minimum Water Rates Based on Size Connections

<u>Size of Water Meter Connections</u>	<u>Number of Gallons or Less of Per Month to be Provided for the Minimum Rate</u>	<u>Minimum monthly Water Rate Per Connection</u>
5/8 inch x 3/4 inch	2,000 gallons	\$12.40
1 inch	4,000 gallons	23.80
1-1/2 inch	10,000 gallons	52.00
2 inch	20,000 gallons	94.00
3 inch	30,000 gallons	131.00
4 inch	50,000 gallons	205.00

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:

<u>Number of Gallons of Water per Month</u>	<u>Monthly Charge per 1,000 Gallons</u>
First 2,000 gallons	\$12.40
Next 2,000 gallons	5.70
Next 6,000 gallons	4.70
Nest 10,000 gallons	4.20
All over 20,000 gallons	3.70

DATE OF ISSUE December 13, 2004

DATE EFFECTIVE: January 1, 2005

ISSUED BY \_\_\_\_\_

TITLE Chairman

Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. \_\_\_\_\_  
dated \_\_\_\_\_.

5. Increased water cost \$53,000.65 (SEE EXHIBIT B).

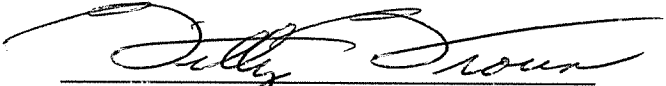
The increased water cost is the cost difference between purchases at base (current rate) and purchase at new rate.

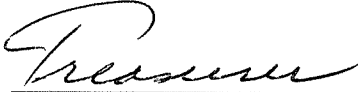
6. Purchased water adjustment factor \$.42 per 1,000 gallons (SEE EXHIBIT B).

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

Note: 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.

7. Proposed effective date January 1, 2005.

  
\_\_\_\_\_  
(Signature of Utility Officer)

  
\_\_\_\_\_  
(Title)

NEBO WATER DISTRICT  
PURCHASED WATER RATE ADJUSTMENT  
DATE OF ISSUE: DECEMBER 13, 2004

EXHIBIT B - PURCHASED WATER ADJUSTMENT CALCULATIONS

WATER PURCHASED	143,245,000 gallons
WATER SOLD	127,393,000 gallons

COST AT CHARGED RATE:	
143,245,000 x 2.19	\$ 313,706.55

LESS:

COST AT BASE RATE	
143,245,000 x 1.82	<u>260,705.90</u>

INCREASE IN COST	<u>\$ 53,000.65</u>
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$\$53,000.65/127,393,000 = \$.000416$  or \$.42 PER 1,000 GALLONS.

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

NEBO WATER DISTRICT  
(Name of Utility)

DECEMBER 13, 2004  
(Date)

P O BOX 147  
(Address)

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.

<u>Supplier(s)</u>	<u>Base Rate</u>	<u>Changed Rate</u>
<u>CITY OF MADISONVILLE, KY</u>	<u>\$1.82 per 1,000 gallon</u>	<u>\$2.19 per 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 A.
  
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 DECEMBER 2003 through NOVEMBER 2004

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 decling block rate schedule, purchases for each month must be shown. Attach an additional sheet if necessary.

Supplier(s)	Gallons Purchased During 12 month period
<u>CITY OF MADISONVILLE, KY</u>	<u>143,245,000</u>
_____	_____
_____	_____
TOTAL PURCHASES	<u>143,245,000</u>

4. Total sales for the 12 month period 127,393,000.