

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In The Matter of:

APPLICATION OF HENDRON)
WATER DISTRICT FOR APPROVAL OF) CASE NO. 2009-00148
INCREASED RATES FOR WATER SERVICE)

ORDER

On April 9, 2009, Hendron Water District ("Hendron") applied to the Commission for an adjustment of rates. The proposed water rates will increase annual revenues by \$85,518 over normalized revenues of \$792,988, or an increase of 10.78 percent.

Commission Staff performed a limited financial review of Hendron's operations and issued a Staff Report on November 3, 2009 containing its findings and recommendations regarding the proposed rates. On November 23, 2009, Commission Staff issued an amended Staff Report. In its report, Commission Staff determined that Hendron's proposed rates would allow Hendron to meet its operating expenses and provide for equity growth. Accordingly, Commission Staff recommended that the rates proposed by Hendron be approved.

All parties were directed to file written comments upon Commission Staff's findings and recommendations or request a conference or hearing no later than December 4, 2009. On December 2, 2009, Hendron petitioned for and the Commission granted an extension of time to December 18, 2009 to file comments. On December 21, 2009, Hendron notified the Commission that it accepted the Staff Report and would implement the rates it had originally proposed in its application.

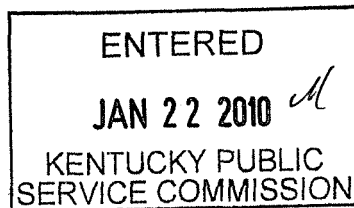
The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record and are reasonable.
2. Hendron's proposed rates will produce annual revenues from sales of \$846,539.

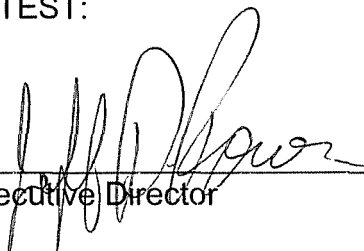
IT IS THEREFORE ORDERED that:

1. The findings and recommendations contained in the Staff Report are adopted and incorporated by reference into this Order as if fully set out herein.
2. Hendron's proposed water rates, which are set forth in the Appendix to this Order, are approved for service rendered by Hendron on and after the date of this Order.
3. Within 30 days of the date of this Order, Hendron shall file with the Commission its revised tariff setting out the rates approved herein.

By the Commission



ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2009-00148 DATED **JAN 22 2010**

Schedule No. 1:

Applicable within the service area of Hendron Water District, described as project #APW-KL-140CL (PFL-KY-90), a map of which is on file in the utility office.

5/8" X 3/4" Meter

First	2,000	gallons	\$	8.93 minimum bill
Next	3,000	gallons	\$	4.36 per 1,000 gallons
Next	5,000	gallons	\$	3.97 per 1,000 gallons
Next	10,000	gallons	\$	3.47 per 1,000 gallons
Next	30,000	gallons	\$	3.36 per 1,000 gallons
Next	50,000	gallons	\$	3.14 per 1,000 gallons
All over	100,000	gallons	\$	3.03 per 1,000 gallons

3/4" Meter

First	3,500	gallons	\$	15.47 minimum bill
Next	1,500	gallons	\$	4.36 per 1,000 gallons
Next	5,000	gallons	\$	3.97 per 1,000 gallons
Next	10,000	gallons	\$	3.47 per 1,000 gallons
Next	30,000	gallons	\$	3.36 per 1,000 gallons
Next	50,000	gallons	\$	3.14 per 1,000 gallons
All over	100,000	gallons	\$	3.03 per 1,000 gallons

1" Meter

First	5,000	gallons	\$	21.99 minimum bill
Next	5,000	gallons	\$	3.97 per 1,000 gallons
Next	10,000	gallons	\$	3.47 per 1,000 gallons
Next	30,000	gallons	\$	3.36 per 1,000 gallons
Next	50,000	gallons	\$	3.14 per 1,000 gallons
All over	100,000	gallons	\$	3.03 per 1,000 gallons

1 1/2" Meter

First	10,000	gallons	\$	41.82 minimum bill
Next	10,000	gallons	\$	3.47 per 1,000 gallons
Next	30,000	gallons	\$	3.36 per 1,000 gallons
Next	50,000	gallons	\$	3.14 per 1,000 gallons
All over	100,000	gallons	\$	3.03 per 1,000 gallons

2" Meter

First	20,000	gallons	\$ 76.50 minimum bill
Next	30,000	gallons	\$ 3.36 per 1,000 gallons
Next	50,000	gallons	\$ 3.14 per 1,000 gallons
All over	100,000	gallons	\$ 3.03 per 1,000 gallons

4" Meter

First	50,000	gallons	\$ 177.20 minimum bill
Next	50,000	gallons	\$ 3.14 per 1,000 gallons
All over	100,000	gallons	\$ 3.03 per 1,000 gallons

Schedule No. 2:

Applicable within the service area of Hendron Water District, described as project #PFL-KL-206, a map of which is on file in the utility office.

5/8" X 3/4" Meter

First	2,000	gallons	\$ 11.93 minimum bill
Next	3,000	gallons	\$ 4.36 per 1,000 gallons
Next	5,000	gallons	\$ 3.97 per 1,000 gallons
Next	10,000	gallons	\$ 3.47 per 1,000 gallons
Next	30,000	gallons	\$ 3.36 per 1,000 gallons
Next	50,000	gallons	\$ 3.14 per 1,000 gallons
All over	100,000	gallons	\$ 3.03 per 1,000 gallons

3/4" Meter

First	3,500	gallons	\$ 18.47 minimum bill
Next	1,500	gallons	\$ 4.36 per 1,000 gallons
Next	5,000	gallons	\$ 3.97 per 1,000 gallons
Next	10,000	gallons	\$ 3.47 per 1,000 gallons
Next	30,000	gallons	\$ 3.36 per 1,000 gallons
Next	50,000	gallons	\$ 3.14 per 1,000 gallons
All over	100,000	gallons	\$ 3.03 per 1,000 gallons

1" Meter

First	5,000	gallons	\$ 24.99 minimum bill
Next	5,000	gallons	\$ 3.97 per 1,000 gallons
Next	10,000	gallons	\$ 3.47 per 1,000 gallons
Next	30,000	gallons	\$ 3.36 per 1,000 gallons
Next	50,000	gallons	\$ 3.14 per 1,000 gallons
All over	100,000	gallons	\$ 3.03 per 1,000 gallons

1 1/2" Meter

First	10,000	gallons	\$ 44.82	minimum bill
Next	10,000	gallons	\$ 3.47	per 1,000 gallons
Next	30,000	gallons	\$ 3.36	per 1,000 gallons
Next	50,000	gallons	\$ 3.14	per 1,000 gallons
All over	100,000	gallons	\$ 3.03	per 1,000 gallons

2" Meter

First	20,000	gallons	\$ 79.50	minimum bill
Next	30,000	gallons	\$ 3.36	per 1,000 gallons
Next	50,000	gallons	\$ 3.14	per 1,000 gallons
All over	100,000	gallons	\$ 3.03	per 1,000 gallons

4" Meter

First	50,000	gallons	\$ 180.20	minimum bill
Next	50,000	gallons	\$ 3.14	per 1,000 gallons
All over	100,000	gallons	\$ 3.03	per 1,000 gallons

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