

Commissioners:
Robert Tucker, Chairman
Ruby Poe
Roy McGregor

South Hopkins Water District

Phone 270-797-5760
Fax 270-797-3800
129 S. Main St. P. O. Box 487
Dawson Springs, KY 42408

October 27, 2010

RECEIVED

OCT 29 2010

PUBLIC SERVICE
COMMISSION

Public Service Commission
P O Box 615
Frankfort, KY 40601

RE: Case No. ~~2010-00074~~
Order Dated 9/22/10

RS 2010-00421

Dear Sir:

Enclosed is the original and ten copies of a Purchased Water Adjustment for South Hopkins Water District pursuant to the above named case and order. Also enclosed is the supplier's computation of water cost and a revised Tariff Sheet.

If you have any questions, please call the office at the above number.

Sincerely,

Robert J. Tucker /jt

Robert J. Tucker
Chairman

RJT/jp

Enclosures

RECEIVED

OCT 29 2010

PUBLIC SERVICE
COMMISSION

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

| | | |
|------------------|------------------------------|-------|
| Name of Utility | South Hopkins Water District | |
| Date | October 27, 2010 | |
| Address | P O Box 487 | |
| City, State, Zip | Dawson Springs, KY | 42408 |
| Telephone Number | 270-797-5760 | |

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.

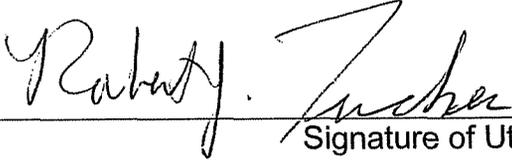
| Supplier(s) | Base Rate | Changed Rate |
|---------------------------|--------------|--------------|
| Dawson Springs City Water | 1.59913/1000 | 1.75421/1000 |
| | | |
| | | |

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 | August 2009 | through | July 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 |
|--|--|
| Dawson Springs City Water | 330,026,278 |
| | |
| | |
| TOTAL PURCHASES | 330,026,278 |
| | |
| 4. Total sales for the 12 month period | 264,985,746 |
| | |
| 5. Increased water cost | 51,180.48 |
| The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate. | |
| | |
| 6. Purchased water adjustment factor | .19 |
| The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold. | |
| <p>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.</p> | |
| | |
| 7. Proposed effective date | December 1, 2010 |
| | |
|  | |
| Signature of Utility Officer | |
| Chairman | |
| Title | |

FOR Dawson Springs, Kentucky
Community, Town or City

P.S.C. KY. NO. 2010-00074

3rd Revised SHEET NO. 3

South Hopkins Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 2010-00074

2nd Revised SHEET NO. 3

RATES AND CHARGES

A. MONTHLY RATES:

5/8-Inch x 3/4-Inch Meter:

| | | |
|----------|----------------|------------------------|
| First | 1,000 gallons | \$ 9.46 (Minimum Bill) |
| Next | 9,000 gallons | 4.99per 1000 gallons |
| Next | 10,000 gallons | 4.63 per 1000 gallons |
| Next | 30,000 gallons | 4.27per 1000 gallons |
| All Over | 50,000 gallons | 3.60 per 1000 gallons |

1-Inch Meter:

| | | |
|----------|----------------|-------------------------|
| First | 10,000 gallons | \$ 54.40 (Minimum Bill) |
| Next | 10,000 gallons | 4.63 per 1000 gallons |
| Next | 30,000 gallons | 4.27 per 1000 gallons |
| All Over | 50,000 gallons | 3.60 per 1000 gallons |

2-Inch Meter:

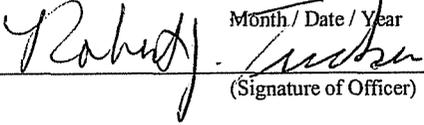
| | | |
|----------|----------------|-------------------------|
| First | 20,000 gallons | \$100.70 (Minimum Bill) |
| Next | 30,000 gallons | 4.27 per 1000 gallons |
| All Over | 50,000 gallons | 3.60 per 1000 gallons |

3-Inch Meter:

| | | |
|----------|----------------|-------------------------|
| First | 50,000 gallons | \$228.70 (Minimum Bill) |
| All Over | 50,000 gallons | 3.60 per 1000 gallons |

DATE OF ISSUE October 27, 2010
Month / Date / Year

DATE EFFECTIVE December 1, 2010

ISSUED BY 
Month / Date / Year
(Signature of Officer)

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. 2010-00074 DATE September 22, 2010

received

8-10-10

DAWSON SPRINGS MUNICIPAL WATERWORKS AND SEWER SYSTEM
(a component unit of the City of Dawson Springs, Kentucky)

COMPUTATION OF UNIT COST OF WATER PRODUCED

for the year ended June 30, 2010
(and comparable amounts for the year ended June 30, 2009)

| | | |
|--|-------------------|--------------------|
| Direct cost of water production per audit | \$ 577,893 | |
| Ten percent (10%) of general and administrative expense, \$118,619 per audit | <u>11,862</u> | |
| Total operation and maintenance costs | 589,755 | |
| Debt service cost (\$112,440 x 88.5%) | <u>99,509</u> | |
| Total cost of water produced | | \$ 689,264 |
| Total gallons pumped per meter records maintained by Superintendent | 430,119,000 | |
| Less water used internally | <u>37,200,137</u> | |
| Net gallons pumped | | <u>392,918,863</u> |
| Unit cost per 1,000 gallons: \$689,264 | | |
| Divided by 392,918,863 | | \$ 1.75421 |
| Computation of underpayment: | | |
| Total gallons purchased by South Hopkins Water District | | <u>329,810,478</u> |
| Total cost of gallons purchased 329,810,478 X .00175421 | | \$ 578,557 |
| Total billed and paid | | <u>527,515</u> |
| Due from (to) South Hopkins Water District | | <u>\$ 51,042</u> |
| Comparable amounts for the year ended June 30, 2009: | | |
| Total cost of water produced | | <u>\$ 652,811</u> |
| Net gallons pumped | | 408,229,468 |
| Unit cost per 1,000 gallons | | \$ 1.59913 |
| Total gallons purchased by South Hopkins Water District | | <u>311,097,970</u> |
| Total cost of gallons purchased | | \$ 497,486 |
| Total billed and paid | | <u>440,994</u> |
| Due from South Hopkins Water District | | <u>\$ 56,492</u> |