

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF)	CASE NO.
HENDERSON COUNTY WATER DISTRICT)	2015-00072

ORDER

On March 2, 2015, Henderson County Water District ("Henderson County") 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:

1. Henderson County purchases water from the city of Henderson Water and Sewer Commission ("Henderson").
2. Henderson notified Henderson County that effective March 31, 2015, Henderson would increase its wholesale rate to Henderson County for service to the North area from \$2.2726 per 1,000 gallons to \$2.480 per 1,000 gallons, and for service to the South area from \$2.9142 per 1,000 gallons to \$3.1209 per 1,000 gallons.
3. Henderson County proposes a purchased water adjustment factor of \$.29 per 1,000 gallons.
4. Henderson County proposes to increase its water rates effective April 1, 2015, to reflect the increased cost of purchased water.

¹ KRS 278.015; 807 KAR 5:068.

5. During the 12 months ended December 31, 2014, Henderson County purchased 458,796,003 gallons of water for Henderson's North area and 26,087,500 gallons of water for Henderson's South area. Henderson sold 349,275,863 gallons of water. The increase in the cost of purchased water is \$100,546.58, resulting in a purchased water adjustment factor of \$0.29 per 1,000 gallons.

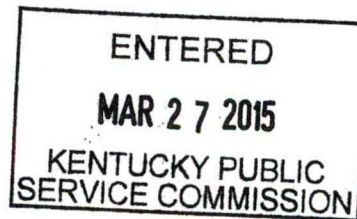
6. The purchased water adjustment of \$0.29 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

7. Henderson County's proposed rates, as set forth in Appendix B to this Order, are fair, just, and reasonable and should be approved for water service rendered on and after April 1, 2015.


IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.29 per 1,000 gallons is approved.
2. The rates in Appendix B to this Order are approved for water service rendered on and after April 1, 2015.
3. Within 20 days of the date of this Order, Henderson County shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing 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. 2015-00072 DATED **MAR 27 2015**

	New Rate	Base Rate
North Area		
Purchases in gallons	458,796,003	458,796,003
Volumetric rate	<u>\$ 2.48 /1,000</u>	<u>\$2.2726/1,000</u>
	\$ 1,137,814.09	\$1,042,659.80
	New Rate	Base Rate
South Area		
Purchases in gallons	26,087,500	26,087,500
Volumetric rate	<u>\$3.1209 /1,000</u>	<u>\$2.9142/1,000</u>
	\$ 81,416.48	\$ 76,024.19
Totals	\$1,219,230.57	\$ 1,118,683.99
Increased water cost		\$ 100,546.58

Increased water cost	\$100,546.58
Divided by gallons sold/1,000	<u>349,275,863</u>
Purchased water adjustment factor	\$ 0.2879 per 1,000 gallons
or	\$ 0.29 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2015-00072 DATED **MAR 27 2015**

The following rates and charges are prescribed for the customers in the area served by Henderson County 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	2,000 gallons	\$19.04 Minimum Bill
Next	8,000 gallons	6.83 per 1,000 gallons
Next	20,000 gallons	6.30 per 1,000 gallons
Over	30,000 gallons	5.77 per 1,000 gallons

1-Inch Meter

First	5,000 gallons	\$39.53 Minimum Bill
Next	5,000 gallons	6.83 per 1,000 gallons
Next	20,000 gallons	6.30 per 1,000 gallons
Over	30,000 gallons	5.77 per 1,000 gallons

2-Inch Meter

First	16,000 gallons	\$111.48 Minimum Bill
Next	14,000 gallons	6.30 per 1,000 gallons
Over	30,000 gallons	5.77 per 1,000 gallons

3-Inch Meter

First	30,000 gallons	\$199.68 Minimum Bill
Over	30,000 gallons	5.77 per 1,000 gallons

4-Inch Meter

First	50,000 gallons	\$315.08 Minimum Bill
Over	50,000 gallons	5.77 per 1,000 gallons

6-Inch Meter

First	100,000 gallons	\$603.58 Minimum Bill
Over	100,000 gallons	5.77 per 1,000 gallons

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