

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF HENDERSON COUNTY WATER) CASE NO. 2002-00062
DISTRICT)

O R D E R

On February 26, 2002, Henderson County Water District (Henderson District) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

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

1. Henderson District purchases water from the Henderson Water and Sewer Commission (Henderson).
2. Henderson notified Henderson District that effective with its March 1, 2002 billing its wholesale water rate for water purchases from its North system would increase from \$1.2030 per 1,000 gallons to \$1.2952 per 1,000 gallons, and would increase from \$1.2869 per 1,000 gallons to \$1.3318 per 1,000 gallons for water purchases from its South system. Henderson District proposes to increase the water rates to its customers effective on or after March 1, 2002.
3. During the 12 months ending December 31, 2001, Henderson District purchased 510,559,700 gallons of water and sold 397,340,600 gallons. The increase in the cost of purchased water is \$44,716.54, resulting in a purchased water adjustment of \$0.11 per 1000 gallons.

4. The rates proposed by Henderson District and its tariff filing should be approved.

5. The purchased water adjustment of \$.011 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The proposed rates by Henderson District and its tariff filing are approved.
2. The purchased water adjustment of \$0.11 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after March 1, 2002.

Done at Frankfort, Kentucky, this 14th day of March, 2002.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2002-00062 DATED March 14, 2002

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 x 8 Inch Meter

	<u>Rate</u>
First 2,000	\$11.28 Minimum Bill
Next 8,000	4.09 per 1,000 gallons
Next 20,000	3.67 per 1,000 gallons
Over 30,000	3.17 per 1,000 gallons

1 Inch Meter

First 5,000	\$23.55 Minimum Bill
Next 5,000	4.09 per 1,000 gallons
Next 20,000	3.67 per 1,000 gallons
Over 30,000	3.17 per 1,000 gallons

1 ½ Inch Meter

First 10,000	\$44.00 Minimum Bill
Next 20,000	3.67 per 1,000 gallons
Over 30,000	3.17 per 1,000 gallons

2 Inch Meter

First 16,000	\$66.02 Minimum Bill
Next 14,000	3.67 per 1,000 gallons
Over 30,000	3.16 per 1,000 gallons

3 Inch Meter

First 30,000	\$117.40 Minimum Bill
Over 30,000	3.17 per 1,000 gallons

4 Inch Meter

First 50,000	\$180.80 Minimum Bill
Over 50,000	3.17 per 1,000 gallons

APPENDIX A (cont d)

6 Inch Meter

First 100,000

\$339.30 Minimum Bill

Over 100,000

3.17 per 1,000 gallons

Volunteer Fire Departments (Metered Services)

Flat Rate

\$11.28 Maximum Bill

The monthly charge for water usage in excess of the respective minimum water rates set out above shall be computed in increments of 10 gallons. Accordingly, a customer having a 5/8 inch meter who consumes at least 2,010 gallons of water and not more than 2,019 gallons of water in any month shall pay the amount of \$11.32 for the month (\$11.28 plus \$0.04). A customer having a 5/8 inch meter who consumes at least 2,020 and not more than 2,029 gallons of water in any month shall pay the amount of \$11.36 for that month (\$11.28 plus \$0.08).

The foregoing rates are rates to be charged by the district and any applicable State Sales Tax and School Tax shall be added to each bill.