COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF HENDRON WATER DISTRICT) CASE NO. 2004-00288

ORDER

On July 19, 2004, Hendron Water District ("Hendron") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068.

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

- 1. Hendron purchases water from Paducah Water Works ("Paducah").
- 2. Paducah notified Hendron that, effective with Paducah's August 1, 2004 billing, Hendron's water rate would increase from \$1.35 to \$1.45. Hendron proposes to increase the water rates to its customers effective August 1, 2004.
- 3. During the 12 months ending May 31, 2004, Hendron purchased 185,256,000 gallons of water and sold 165,902,200 gallons. The increase in the cost of purchased water is \$18,525.60, resulting in a purchased water adjustment of \$0.11 per 1,000 gallons.
- 4. The purchased water adjustment of \$0.11 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The proposed rates by Hendron 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 August 1, 2004.

3. Within 20 days of the date of this Order, Hendron shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 6th day of August, 2004.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2004-00288 DATED August 6, 2004

The following rates and charges are prescribed for the customers in the area served by Hendron 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.

Schedule No. 1:

Applicable within the service area of the Hendron Water District, described as project #APW-KY-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	\$7.94 Minimum Bill	
Next	3,000	gallons	3.87 per 1,000 gallons	
Next	5,000	gallons	3.52 per 1,000 gallons	
Next	10,000	gallons	3.07 per 1,000 gallons	
Next	30,000	gallons	2.97 per 1,000 gallons	
Next	50,000	gallons	2.77 per 1,000 gallons	
Over	100,000	gallons	2.67 per 1,000 gallons	
<u>3/4" Me</u>	<u>ter</u>			
First	3,500	gallons	\$13.75 Minimum Bill	
Next	1,500	gallons	3.87 per 1,000 gallons	
Next	5,000	0	3.52 per 1,000 gallons	
Next		gallons	3.07 per 1,000 gallons	
Next	30,000	<u> </u>	2.97 per 1,000 gallons	
Next	50,000	gallons	2.77 per 1,000 gallons	
Over	100,000	gallons	2.67 per 1,000 gallons	
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<u>1" Mete</u>			* * * * * * * * * * * * * * * * * * *	
First	5,000	gallons	\$19.55 Minimum Bill	
Next	5,000	gallons	3.52 per 1,000 gallons	
Next	10,000	gallons	3.07 per 1,000 gallons	
Next	30,000	<u> </u>	2.97 per 1,000 gallons	
Next	50,000	gallons	2.77 per 1,000 gallons	
Over	100,000	gallons	2.67 per 1,000 gallon	

1 1/2" Meter						
First	10,000	gallons	\$37.15 Minimum Bill			
Next	10,000	gallons	3.07 per 1,000 gallons			
Next	30,000	gallons	2.97 per 1,000 gallons			
Next	50,000	gallons	2.77 per 1,000 gallons			
Over	100,000	gallons	2.67 per 1,000 gallons			
2" Meter						
First	20,000	gallons	\$67.85 Minimum Bill			
Next	30,000	gallons	2.97 per 1,000 gallons			
Next	50,000	gallons	2.77 per 1,000 gallons			
Over	100,000	gallons	2.67 per 1,000 gallons			

Schedule No. 1:

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

5/8" X 3	3/4" Meter		
First	2,000	gallons	\$10.94 Minimum Bill
Next	3,000	gallons	3.87 per 1,000 gallons
Next	5,000	gallons	3.52 per 1,000 gallons
Next	10,000	gallons	3.07 per 1,000 gallons
Next	30,000	gallons	2.97 per 1,000 gallons
Next	50,000	gallons	2.77 per 1,000 gallons
Over	100,000	gallons	2.67 per 1,000 gallons
3/4" Me	<u>eter</u>		
First	3,500	gallons	\$16.75 Minimum Bill
Next	1,500	gallons	3.87 per 1,000 gallons
Next	5,000	gallons	3.52 per 1,000 gallons
Next	10,000	gallons	3.07 per 1,000 gallons
Next	30,000	gallons	2.97 per 1,000 gallons
Next	50,000	•	2.77 per 1,000 gallons
Over	100,000	gallons	2.67 per 1,000 gallons

1" Meter					
First	5,000	gallons	\$22.55 Minimum Bill		
Next	5,000	gallons	3.52 per 1,000 gallons		
Next	10,000	gallons	3.07 per 1,000 gallons		
Next	30,000	gallons	2.97 per 1,000 gallons		
Next	50,000	_	2.77 per 1,000 gallons		
Over	100,000	gallons	2.67 per 1,000 gallons		
<u>1 1/2"</u>	<u>Meter</u>				
First	10,000	gallons	\$40.15 Minimum Bill		
Next	10,000	gallons	3.07 per 1,000 gallons		
Next	30,000	gallons	2.97 per 1,000 gallons		
Next	50,000	gallons	2.77 per 1,000 gallons		
Over	100,000	gallons	2.67 per 1,000 gallons		
2" Meter					
First	20,000	gallons	\$70.85 Minimum Bill		
Next	30,000	gallons	2.97 per 1,000 gallons		
Next	50,000	gallons	2.77 per 1,000 gallons		
Over	100,000	gallons	2.67 per 1,000 gallons		
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