

North Hopkins Water District  
1580 Neelie Webb Road  
Madisonville, Kentucky 42431

RECEIVED  
FEB 13 2009  
PUBLIC SERVICE  
COMMISSION

February 10, 2009

2009 - 00065

Public Service Commission of Kentucky  
211 Sower Blvd.  
P. O. Box 615  
Frankfort, Kentucky 40602

Pursuant to KRS 278.012 and 278.015 we respectfully submit the enclosed application for a Purchased Water Rate Adjustment.

Sincerely,



Norman D. Adams, Chairman

cc: file

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

North Hopkins Water District  
(Name of Utility)

February 10, 2009  
(Date)

1580 Neelie Webb Road  
(Address)

Madisonville, Kentucky 42431  
(City, State)

(270) 825-1623  
(Telephone Number)

- 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 shedule must be shown. Attach additional sheets if necessary.

<u>Supplier(s)</u>	<u>Base Rate</u>	<u>Changed Rate</u>
City of Madisonville, Kentucky	3.27 per 1,000 gallons	3.59 per 1,000 gallons
_____	_____	_____
_____	_____	_____

- 1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit A .

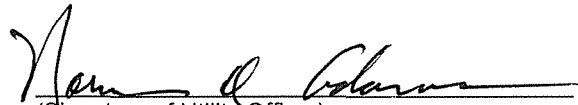


6. Purchased water adjustment factor \$0.37 per 1,000 gallons.

The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.

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.

7. Proposed effective date March 10, 2009.

  
(Signature of Utility Officer)

  
(Title)

Form for filing Rate Schedules

For Hopkins County Kentucky  
Community, Town or City

P.S.C. NO. \_\_\_\_\_

\_\_\_\_ SHEET NO. \_\_\_\_\_

North Hopkins Water District  
Name of Issuing Corporation

CANCELING P.S.C. NO. 2008-00014

\_\_\_\_ SHEET NO. \_\_\_\_\_

CLASSIFICATION OF SERVICE

Monthly Rates

5/8 x 3/4 Inch Meters

First 2,000 gallons	\$23.24 (Minimum Bill)
Next 2,000 gallons	11.32 per 1,000 gallons
Next 3,000 gallons	8.97 per 1,000 gallons
Next 3,000 gallons	7.82 per 1,000 gallons
Over 10,000 gallons	6.02 per 1,000 gallons

3/4 Inch Meters

First 3,000 gallons	\$34.56 (Minimum Bill)
Next 1,000 gallons	11.32 per 1,000 gallons
Next 3,000 gallons	8.97 per 1,000 gallons
Next 3,000 gallons	7.82 per 1,000 gallons
Over 10,000 gallons	6.02 per 1,000 gallons

1 Inch Meters

First 5,000 gallons	\$54.85 (Minimum Bill)
Next 2,000 gallons	8.97 per 1,000 gallons
Next 3,000 gallons	7.82 per 1,000 gallons
Over 10,000 gallons	6.02 per 1,000 gallons

1-1/2 Inch Meters

First 10,000 gallons	\$96.25 (Minimum Bill)
Over 10,000 gallons	6.02 per 1,000 gallons

2 Inch Meters

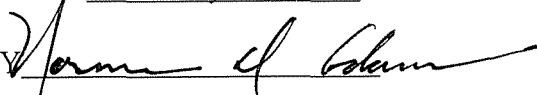
First 15,000 gallons	\$126.35 (Minimum Bill)
Over 15,000 gallons	6.02 per 1,000 gallons

3 Inch Meters

First 30,000 gallons	\$216.65 (Minimum Bill)
Over 30,000 gallons	6.02 per 1,000 gallons

DATE OF ISSUE February 10, 2009

DATE EFFECTIVE March 10, 2009

ISSUED BY 

TITLE Chairman

Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. \_\_\_\_\_  
dated \_\_\_\_\_.



*" EXHIBIT A "*

**BERRY & KINGTON, PSC**  
**CERTIFIED PUBLIC ACCOUNTANTS**

2822 North Main Street  
Madisonville, KY 42431  
Phone: 270-821-3355  
Fax: 270-821-0101  
email: cpas@berryandkington.com

January 24, 2009

Mr. Mike Franklin  
City Administrative Officer  
City of Madisonville, Kentucky  
67 North Main Street  
Madisonville, KY 42431

Dear Mike:

We have prepared the accompanying Cost Review Formulas for revising calendar year wholesale rate charges as per Treated Water Sale and Purchase Agreements with the North Hopkins Water District.

We prepared the Cost Review Formulas using June 30, 2008 audited financial statements and wholesale user consumption records as provided by the City of Madisonville. We did not audit the wholesale user consumption records during our June 30, 2008 audit due to the fact that such records were outside the scope of the audit.

The wholesale water rate to be charged to the North Hopkins Water District is \$3.59 per each one thousand gallons of treated water. It is my understanding that the new rate will be charged from March 1, 2009 to December 31, 2009.

We appreciate the opportunity to be of service to the City of Madisonville. Please call if you have any questions regarding these computations.

Very truly yours,

A handwritten signature in cursive script that reads "Charles A. Kington".

Charles A. Kington, CPA

North Hopkins Water District  
Purchased Water Rate Adjustment  
Date of Issue: February 10, 2009

EXHIBIT B - PURCHASED WATER ADJUSTMENT CALCULATIONS

Water Purchased: 79,267,000 gallons  
Water Sold: 69,393,610 gallons

Cost at changed rate:  $79,267,000/1,000 \times \$3.59 =$  \$284,568.53

LESS

Cost at base rate:  $79,267,000/1,000 \times \$3.27 =$  \$259,203.09

Increase in cost -----  
\$ 25,365.44  
=====

$\$25,365.44 / 69,393,610$  gallons sold = \$.0003655 or \$.37 per 1,000 gallons