

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	
OF NORTH MCLEAN COUNTY WATER)	CASE NO. 2006-00454
DISTRICT)	

O R D E R

On October 23, 2006, North McLean County Water District ("North McLean") 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. North McLean purchases water from West Daviess County Water District ("West Daviess District"), the city of Calhoun ("Calhoun"), and the city of Livermore.
2. Calhoun notified North McLean that, effective September 21, 2006, Calhoun's wholesale water rate to North McLean would increase from \$1.76 per 1,000 gallons to \$1.90 per 1,000 gallons. North McLean proposes to increase the water rates to its customers effective on and after November 8, 2006.
3. During the 12 months ending September 30, 2006, North McLean purchased 10,512,400 gallons of water from West Daviess District; 106,206,000 gallons from Calhoun; 450,400 gallons from the city of Livermore; and it sold 95,265,300 gallons. The increase in the cost of purchased water is \$14,868.84, resulting in a purchased water adjustment of \$0.16 per 1,000 gallons.

4. The purchased water adjustment of \$0.16 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The proposed rates by North McLean are approved.
2. The purchased water adjustment of \$0.16 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 November 8, 2006.
3. Within 20 days of the date of this Order, North McLean shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 20th day of November, 2006.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00454 DATED November 20, 2006

The following rates and charges are prescribed for the customers in the area served by North McLean 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 Rates

First	2,000	Gallons	\$13.92 Minimum Bill
Next	8,000	Gallons	4.91 per 1,000 Gallons
Next	30,000	Gallons	4.40 per 1,000 Gallons
Over	40,000	Gallons	3.92 per 1,000 Gallons