

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	
FILING OF NORTH LOGAN WATER)	CASE NO. 2010-00009
DISTRICT)	

O R D E R

On January 7, 2010, North Logan Water District (“North Logan”) 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. North Logan purchases water from the Logan/Todd Regional Water Commission (“Logan/Todd”).
2. Logan/Todd notified North Logan that, effective with its March 1, 2010 billing, Logan/Todd’s wholesale water rate to North Logan would increase from \$3.31 per 1,000 gallons to \$3.75 per 1,000 gallons. North Logan proposes to increase the water rates to its customers effective March 1, 2010.
3. During the 12 months ending November 30, 2009, North Logan purchased a total of 65,425,000 gallons of water and sold 53,609,520 gallons. The increase in the cost of purchased water is \$28,787, resulting in a purchased water adjustment of \$0.54 per 1,000 gallons.

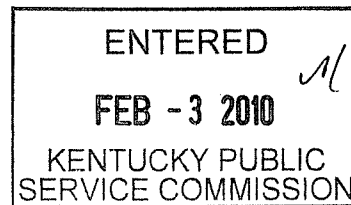
¹ KRS 278.015; 807 KAR 5:068.

4. The purchased water adjustment of \$0.54 per 1,000 gallons is fair, just, and reasonable and should be approved.

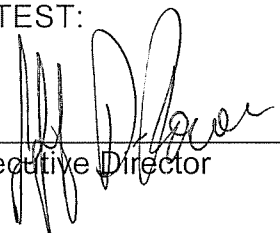
IT IS THEREFORE ORDERED that:

1. North Logan's proposed rates, as amended, are approved.
2. The purchased water adjustment of \$0.54 per 1,000 gallons, as calculated in Appendix A, is approved.
3. The rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services on or after March 1, 2010.
4. The tariff sheets filed by North Logan are approved as filed.

By the Commission



ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2010-00009 DATED FEB - 3 2010

	New Rate	Base Rate	
North Logan Water			
Purchases in gallons	65,425,000	65,425,000	
Volumetric rate	<u>\$3.75/1,000</u>	<u>\$3.31/1,000</u>	
	\$245,343.75	\$216,556.75	
		Increased water cost	\$28,787
Increased water cost		\$ 28,787.00	
Divided by gallons sold		<u>53,609,520</u>	
Purchased water adjustment factor		\$0.54 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2010-00009 DATED FEB - 3 2010

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

First 2,000 Gallons	\$24.32 Minimum Bill
Next 2,000 Gallons	11.16 Per 1,000 Gallons
Next 6,000 Gallons	7.35 Per 1,000 Gallons
Next 15,000 Gallons	7.00 Per 1,000 Gallons
Over 25,000 Gallons	6.65 Per 1,000 Gallons

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