

2007-00252

John O. Hicks, III

Attorney at Law

105 Main Street

P.O. Box 64

Calhoun, Kentucky 42327

(270) 273-5749

June 19, 2007

Ms. Beth O'Donnell
Public Service Commission
211 Sower Blvd.
P. O. Box 615
Frankfort, KY 40602-0615

RECEIVED
JUN 25 2007
PUBLIC SERVICE
COMMISSION

RE: Purchased Water Rate Adjustment
North McLean County Water District

Dear Ms. O'Donnell:

Enclosed please find signed original application for Purchased Water Rate Adjustment on behalf of North McLean County Water District, along with eleven (11) additional copies of same.

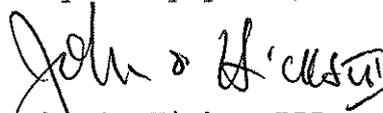
A copy of the Notice to Customers, as required pursuant to Section 5 of 807 KAR 5:068, will be filed with your office subsequently. Calculations reflecting the increased rate are attached.

North McLean County Water District proposes that the effective date of its Purchased Water Rate Adjustment would be July 9, 2007. However, we have left the effective date blank on our tariff (rates and charges) sheet so that the Public Service Commission may assign such effective date that you determine to be appropriate. Nevertheless, the Water District requests that you consider our proposed date of July 9, 2007, to be the effective date of the Purchased Water Rate Adjustment.

Please process this application and issue an Order approving the increased rate, as may be appropriate.

Should further information be needed, please be sure to let me know.

Very truly yours,


John O. Hicks, III

JOH/ac

Enclosures

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

RECEIVED

JUN 25 2007

PUBLIC SERVICE
COMMISSION

North McLean County Water District

(Name of Utility)

June 18, 2007

(Date)

P. O. Box 68

(Address)

Livermore, KY 42352

(City, State)

(270) 278-2800

(Telephone Number)

2007-00252

- 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>
<u>City of Livermore</u>	<u>\$ 1.80</u>	<u>\$ 2.16</u>
<u>West Daviess County Water District</u>	<u>\$ 2.09</u>	<u>\$ 2.13</u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>

(All rates are 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 S.A & B
2. Twelve-month period upon which the purchased water adjustment is based. (This twelve-month period must end within 90 days of this filing).

From May, 2006 through April, 2007
(month and year) (month and year)

3. Statement of water purchases. Where water is purchased from more than one supplier, purchases from each supplier must be shown separately. If water is purchased through a declining block rate schedule, purchases for each month must be shown. Attach an additional sheet if necessary.

Supplier(s)	Gallons Purchased during 12 month period
<u>City of Livermore</u>	<u>2,246,700</u>
<u>West Daviess County Water District</u>	<u>11,182,500</u>
TOTAL PURCHASES	<u>13,429,200</u>

4. Total sales for the 12 month period 107,598,600.

5. Increased water cost \$1,256.11.

The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.

6. Purchased water adjustment factor one (1) cent 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 July 9, 2007.


(Signature of Utility Officer)
Nathel Jennings

Chairman
(Title)

FOR McLean County, Kentucky
Community, Town or City

P.S.C. KY. NO. 1

Original SHEET NO. 1

CANCELLING P.S.C. KY. NO. _____

SHEET NO. _____

North McLean County
Water District
(Name of Utility)

RATES AND CHARGES

Monthly Rates

First 2,000 gallons	\$13.94 minimum bill
Next 8,000 gallons	4.92 per 1,000 gallons
Next 30,000 gallons	4.41 per 1,000 gallons
Over 40,000 gallons	3.93 per 1,000 gallons

DATE OF ISSUE June 18, 2007
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Nathel Jennings
Nathel Jennings
(Signature of Officer)

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

City of Livermore

P.O. Box 279, 105 W. 3rd Street, Livermore, KY 42352

Phone (270) 278-2113 Fax (270) 278-9092

Jerry Zuehl, Mayor

Council: Chester Baldwin, Dinah Hopper, David Martin,
Shelly Ranburger, Jr., Hilton Shocklee, Roy Taylor

April 19, 2007

NOTICE

The City of Livermore has filed a proposed rate schedule, which will increase the rate for water service provided to North McLean County Water District.

The rate schedule is as follows:

Current Rate: \$1.80 per 1,000 gallons.

Proposed Rate: \$2.16 per 1,000 gallons.

The proposed rate represents a 20% increase over the current rate with an effective date of July 1, 2007.

The rates contained in this notice are the rates proposed by the City of Livermore. However, the Public Service Commission may order rates to be charged that differ from the proposed rates contained in this notice.

Any corporation, association, or person with a substantial interest in the matter may, by written request, within thirty (30) days after publication or mailing of this notice of the proposed rate changes request to intervene. Intervention may be granted beyond the thirty (30) day period for good cause shown.

Any person who has been granted intervention by the Public Service Commission may obtain copies of the rate application and any other filings made by the City of Livermore by contacting Mayor Jerry Zuehl at City Hall, 105 West Third Street, Livermore, Kentucky; telephone 270-278-2113.

Any person may examine the rate application and other filings made by the City of Livermore by visiting City Hall at 105 West Third Street in Livermore, or by contacting the Public Service Commission at 211 Sower Boulevard in Frankfort, Kentucky; telephone 502-564-3940.

Sincerely,



Jerry Zuehl
Mayor
City of Livermore

EXHIBIT "A"

WEST DAVIESS COUNTY WATER DISTRICT

3400 Bittel Rd
Owensboro, KY 42301
Phone : (270) 685-5594
Fax : (270) 683-6324

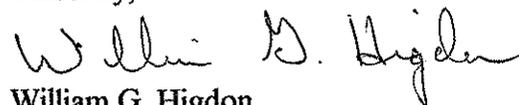
May 15, 2007

TO: All wholesale customers

This is to inform you that the West Daviess County Water District has filed and received approval for a rate increase with the Public Service Commission. As reported to you earlier, this increase is a result of Owensboro Municipal Utilities' rate increase to our wholesale rate. The water rate attributed to your system will increase from \$ 2.09 per 1,000 gallons to \$ 2.13 per 1,000 gallons. This rate will become effective on the bill you will receive the first week of July 2007

If you have any questions concerning this, please contact our office.

Sincerely,



William G. Higdon
Manager

EXHIBIT "B"

West Daviess Increase	447.30
Livermore Increase	<u>808.81</u>
Total Increase	1256.11

1256.11 Divided By 107598600 = 000012

	Current Rate	New Rate
First 2,000 gals	13.92 Min.	13.94 Min
Next 8,000 gals	4.91 Per Thousand	4.92 Per Thousand
Next 30,000 gals	4.40 Per Thousand	4.41 Per Thousand
Over 40,000 gals	3.92 Per thousand	3.93 Per Thousand

May 2006-April 2007

Month	City of Calhoun Gallons Purchased			Gallons Sold
	136 W	Pot Chip	Hospital	
5	1045000	5031000	2496000	
6	1028000	5538000	2678000	
7	1054000	5616000	3036000	
8	1111000	6012000	3273000	
9	1053000	5835000	2496000	
10	985000	5539000	2678000	
11	994000	5296000	3036000	
12	1005000	5190000	3273000	
1	1016000	5420000	1016000	
2	1014000	5335000	1014000	
3	917000	4880000	917000	
4	1023000	5724000	1023000	
Totals	12245000	65416000	26936000	107,598,600

May 2006- April 2007

Month	West Daviess County Gallons Purchased			Gallons Sold
	Guffey	Hwy 81	Livia	
5	625900	79000		
6	607100	84000	474000	
7	698300	67000	892900	
8	725500	58000	1223100	
9	539200	51000	287300	
10	711300	43000	74100	
11	397900	37000		
12	507800	52000	28100	
1	531500	48000		
2	488300	43000	316000	
3	502200	44000	390900	
4	399700	40000	115400	
Totals	6734700	646000	3801800	107,598,600

$$6734700 + 646000 + 3801800 = 11182500$$

$$11182500 \text{ DIVIDED BY } 1000 = 11182.50$$

$$11182.50 \times 2.09 = 23371.43$$

$$11182.50 \times 2.13 = 23818.73$$

$$23818.73 - 23371.43 = 447.30$$

$$\text{Difference } 447.30$$

**PASSED ON RATE INCREASE
MAY 2006-APRIL 2007**

Month	Livermore Gallons Purchased	Gallons Sold
5		
6	160000	
7	600	
8	670000	
9	1414700	
10		
11		
12	600	
1		
2	800	
3		
4		
Totals	2246700	107,598,600

2246700 divided by 1000 = 2246.70

2246.70 x 1.80 = 4044.06

2246.70 x 2.16 = 4852.87

4852.87 - 4044.06 = 808.81

Difference of 808.81

FOR McLean County, Kentucky
Community, Town or City

P.S.C. KY. NO. 1

Original SHEET NO. 1

CANCELLING P.S.C. KY. NO. _____

SHEET NO. _____

North McLean County
Water District
(Name of Utility)

RATES AND CHARGES

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

CURRENT

DATE OF ISSUE October 16, 2006
Month / Date / Year

DATE EFFECTIVE November 8, 2006
Month / Date / Year

ISSUED BY Nathel Jennings
Nathel Jennings (Signature of Officer)

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. 2006-00454 DATED November 20, 2006

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

11/8/2006
PURSUANT TO 807 KAR 5:011
SECTION 9 (1)

By [Signature]
Executive Director