COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF NORTH MCLEAN COUNTY)
WATER DISTRICT FOR ALTERNATIVE RATE)
ADJUSTMENT)
CASE NO. 2017-00253

ORDER

On October 26, 2017, North McLean County Water District ("North McLean") filed with the Commission its comments in response to Commission Staff's ("Staff") October 17, 2017 report ("Staff Report") summarizing Staff's findings regarding North McLean's proposed adjustment to its water rates. In its response, North McLean advised the Commission that it accepts the amount of the revenue increase, the allocation to the rate classes, and the design of the proposed rates set forth in the Staff Report. North McLean also indicated that it waives its right to a hearing and that this matter should be submitted for a decision based upon the existing record.

The Commission, on its own motion, HEREBY ORDERS that:

- 1. Within 14 days of the date of this Order, North McLean shall notify its customers of the implementation of the rates calculated in the Staff Report by publishing notice of the increase in a newspaper of general circulation in its territory or placing an insert in bills rendered to its customers. The customer notice shall be in the format set forth in the Appendix to this Order.
- North McLean shall provide proof of publication of the notice to the Commission no later than 30 days from the date of this Order.

3. If the Commission does not receive any written requests for intervention or a hearing in this matter within 30 days of publication of new rates, this case shall stand submitted to the Commission for decision based upon the existing record.

By the Commission

ENTERED

NOV 16 2017

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX

NOTICE TO THE CUSTOMERS OF NORTH MCLEAN COUNTY WATER DISTRICT

On June 26, 2017, North McLean County Water District ("North McLean") applied to the Kentucky Public Service Commission ("PSC") for authority to adjust its rates for water service. The initial proposed effective date of the requested rate adjustment was made pursuant to the date of an order granting an increase by the PSC. After performing a limited review of North McLean's application and records, the PSC Staff has recommended to the PSC that North McLean adjust its rates to their retail customers that are different from those proposed by North McLean. The tables below reflect the present retail rates and the retail rates proposed by the PSC Staff:

Monthly Water Rates

Retail Customers

All Meter Sizes	Present Rates	PSC Staff Proposed Rates	\$ change	% Change
First 2,000 Gallons	\$14.88 Minimum Bill	\$16.87 Minimum Bill	\$1.99	13.37%
Next 8,000 Gallons	\$ 5.39 per 1,000 Gallons	\$ 6.11 per 1,000 Gallons	\$0.72	13.36%
Next 30,000 Gallons	\$ 4.88 per 1,000 Gallons	\$ 5.54 per 1,000 Gallons	\$0.66	13.52%
All over 40,000 Gallons	\$ 4.40 per 1,000 Gallons	\$ 4.99 per 1,000 Gallons	\$0.59	13.41%

The monthly water bill for the average retail customer using 7,000 gallons of water monthly will increase from \$41.83 to \$47.42 or 13.36%.

A person may examine the rate application at the offices of North McLean located at 217 Hill Street, Livermore, Kentucky 42352.

A person may examine the application at the PSC's offices located at 211 Sower Boulevard, Frankfort, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m., or through the Commission's Web site at http://psc.ky.gov.

A copy of the PSC Staff report can be found at: https://psc.ky.gov/PSCSCF/2017%20Cases/2017-00253/20171018_STAFF_REPORT.pdf

Pursuant to the PSC's Order of August 10, 2017, in Case No. 2017-00253, North McLean has requested that the PSC approve the PSC Staff's proposed rates.

Any person may submit comments on the proposed rates. Comments shall be in writing and shall be submitted to the Executive Director, Public Service Commission, 211 Sower Boulevard, P.O. Box 615, Frankfort, Kentucky 40602. Comments may also be submitted by electronic mail to psc.info@ky.gov. If the Commission does not receive

any objections or requests for intervention establishing the grounds for the request including the status and interest of the party or requests for hearing in this matter within thirty (30) days of initial publication or mailing of the notice, the commission may take final action on the application and shall proceed to render a decision in the matter.

*North McLean County Water District 217 Hill Street P. O. Box 68 Livermore, KY 42352

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