

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF NORTH LOGAN WATER DISTRICT) CASE NO. 2007-00045

O R D E R

On January 29, 2007, North Logan Water District ("North Logan") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068. North Logan was notified on January 30, 2007 that its filing was deficient and required certain information to be filed in order that the application could be deemed administratively complete. On February 7, 2007, North Logan corrected these deficiencies and the Commission has accepted its filing.

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 water furnished on and after February 1, 2007, Logan/Todd's wholesale water rate to North Logan would increase from \$2.91 per 1,000 gallons to \$3.31 per 1,000 gallons. North Logan proposes to increase the water rates to its customers effective February 1, 2007.
3. During the 12 months ending December 31, 2006, North Logan purchased a total of 33,199,000 gallons of water and sold 27,374,250 gallons. The

increase in the cost of purchased water is \$13,280.00, resulting in a purchased water adjustment of \$0.49 per 1,000 gallons.

4. The purchased water adjustment of \$0.49 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The rates proposed by North Logan are approved.
2. The purchased water adjustment of \$0.49 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 February 1, 2007.
3. The proposed tariff sheets filed by North Logan are accepted as filed.

Done at Frankfort, Kentucky, this 27th day of February, 2007.

By the Commission

ATTEST



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2007-00045 DATED February 27, 2007.

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	\$ 23.24	Minimum bill
Next	2,000 gallons	10.62	per 1,000 gallons
Next	6,000 gallons	6.81	per 1,000 gallons
Next	15,000 gallons	6.46	per 1,000 gallons
All Over	25,000 gallons	6.11	per 1,000 gallons