

John O. Hicks, III

Attorney at Law
166 Main Street
P. O. Box 64
Calhoun, Kentucky 42327

Telephone: (270) 273-5749
Facsimile: (270) 273-9855

February 19, 2010

2010 - 00077

Hon. Jeff Derouen
Public Service Commission
211 Sower Blvd.
P. O. Box 615
Frankfort, KY 40602-0615

RECEIVED
FEB 22 2010
PUBLIC SERVICE
COMMISSION

RE: Purchased Water Rate Adjustment
North McLean County Water District

Dear Mr. Derouen:

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.

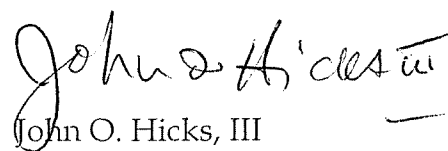
North McLean County Water District proposes that the effective date of its Purchased Water Rate Adjustment would be March 11, 2010. However, we have left the effective date blank on our tariff (rates and charges) sheet so that the Public Service Commission may assign such effective date that you determine to be appropriate. Nevertheless, the Water District requests that you consider our proposed date of March 11, 2010, 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.

Hon. Jeff Derouen
Page Two
February 19, 2010

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

FEB 22 2010

PUBLIC SERVICE
COMMISSION

North McLean County Water District

February 18, 2010

P. O. Box 68

2010-00077

Livermore, KY 42352

(270) 278-2800

- 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 schedule must be shown. Attach additional sheets if necessary.

<u>Supplier(s)</u>	<u>Base Rate</u>	<u>Changed Rate</u>
West Daviess County Water District	\$ 2.36	N/A (no change)
City of Calhoun	\$ 1.90	\$ 2.30
City of Livermore	\$ 2.16	N/A (no change)

(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 A.
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 February, 2009, through January, 2010.
(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.

<u>Supplier(s)</u>	<u>Gallons Purchased during 12 month period</u>
West Daviess County Water District	6,776,500
City of Calhoun	109,929,000
City of Livermore	896,000
TOTAL PURCHASES	117,601,500

4. Total sales for the 12 month period 122,751,900.

5. Increased water cost \$43,971.60.

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

6. Purchased water adjustment factor: thirty six cents (36¢) 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 used 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: March 11, 2010.



(Signature of Utility Officer)

CHIRMAN

(Title)

FOR McLean County, Kentucky
Community, Town or City
P.S.C. KY. No. 1
Original SHEET NO. 1
CANCELLING P.S.C. NO. _____
_____ SHEET NO. _____

NORTH McLEAN COUNTY
WATER DISTRICT
(Name of Utility)

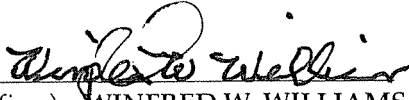
RATES AND CHARGES

Monthly Rates

First 2,000 gallons	\$14.88 Minimum Bill
Next 8,000 gallons	\$ 5.39 per 1,000 gallons
Next 30,000 gallons	\$ 4.88 per 1,000 gallons
Over 40,000 gallons	\$ 4.40 per 1,000 gallons

DATE OF ISSUE: February 18, 2010

DATE EFFECTIVE:

ISSUED BY: 
(Signature of Officer) WINFRED W. WILLIAMS

TITLE: CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

City of Calhoun

P.O. Box 294
Calhoun, Kentucky 42327
Telephone: (270) 273-3092 • Fax: (270) 273-9717
TTY dial 711

December 24, 2009

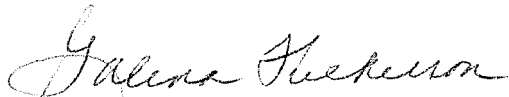
North McLean Water District

P O Box 68

Livermore, Ky 42352

RE: Wholesale Rate Increase

This is to notify you of a water rate increase which will take affect March 11, 2010. The new rate will be \$2.30 per thousand (1,000) gallons used per month. See attached notice.



Galena Fulkerson, Mayor

City of Calhoun

NOTICE

The City of Calhoun has filed a proposed rate schedule with the Public Service Commission which will increase the rate for wholesale water service to North McLean County Water District.

	<u>Current Rate</u>	<u>Proposed Rate</u>	<u>% Difference</u>
North McLean County Water District	\$1.90 per 1000 gallons	\$2.30 per 1000 gallons	21.1% Increase

The proposed effective date is March 11, 2010. Water passing through the meter prior to that date will be billed at \$1.90 per 1,000 gallons. Water passing through the meter on and after March 11, 2010 will be billed at \$2.30 per 1,000 gallons.

The rates contained in this notice are the rates proposed by Calhoun. However, the Public Service Commission may order rates to be charged that differ from the proposed rate 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 of the City of Calhoun at the office located at 325 West Second Street in Calhoun, Kentucky; telephone 270-273-3092.

Any person may examine the rate application and other filings of the City of Calhoun at the office located at 325 West Second Street in Calhoun, Kentucky, or by contacting the Public Service Commission at 211 Sower Boulevard in Frankfort, Kentucky; telephone 502-564-3940.

CITY OF CALHOUN		FEBRUARY 2009-JANUARY 2010			
RATE:		Calhoun			GAL SOLD
MONTH	136 West	Pot Chip	Hosp. 81		
February	997000	5494000	2980000		
March	973000	4779000	2672000		
April	1090000	5363000	2652000		
May	1187000	5622000	2821000		
June	1168000	5976000	3116000		
July	1078000	6752000	329000		
August	1081000	6016000	2980000		
September	1085000	6510000	2813000		
October	967000	5403000	2719000		
November	991000	5088000	2528000		
December	940000	4704000	2649000		
January	966000	4776000	2664000		
Total	12523000	66483000	30923000		122751900
	12523000				
	66483000				
	30923000				
Tot Gal	109929000	Divided By	1000 equals	109929.00	
	109929.00	Times 1.90	Equals	208865.10	
	109929.00	Times 2.30	Equals	252836.70	
	252836.70				
	208865.10				
	43971.60	Increase			
	43971.60	divided by	122751900	Equals .000358 =	.36 Per
					1000 Gals
	First 2000 Gals		14.88		
	Next 8000 Gals		5.39	Per 1000 Gals	
	Next 30000 Gals		4.88	Per 1000 Gals	
	Over 40000		4.40	Per 1000 Gals	

FOR McLean County, Kentucky
Community, Town or City
P.S.C. KY. No. 1
Original SHEET NO. 1
CANCELLING P.S.C. NO. _____
SHEET NO. _____

NORTH McLEAN COUNTY
WATER DISTRICT
(Name of Utility)

RATES AND CHARGES

Monthly Rates

First 2,000 gallons	\$14.16 Minimum Bill
Next 8,000 gallons	\$ 5.03 per 1,000 gallons
Next 30,000 gallons	\$4.52 per 1,000 gallons
Over 40,000 gallons	\$ 4.04 per 1,000 gallons

CURRENT

DATE OF ISSUE: June 15, 2009

DATE EFFECTIVE: July 10, 2009

ISSUED BY: Winfred W. Williams
(Signature of Officer) WINFRED W. WILLIAMS

TITLE: CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. 2009-00226 DATED July 14, 2009

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE
7/10/2009
PURSUANT TO 807 KAR 5:011
SECTION 9 (1)

By [Signature]
Executive Director