COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
NORTH McLEAN COUNTY WATER DISTRICT)

CASE NO. 99-168

ORDER

On April 22,1999, North McLean County Water District (North McLean) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

- North McLean purchases its water from three suppliers, West Daviess
 County Water District (West Daviess), City of Calhoun, and City of Livermore.
- 2. West Daviess increased the wholesale water rate charged to North McLean from \$1.95 per 1,000 gallons to \$2.33 per 1,000 gallons purchased effective February 1, 1999. City of Calhoun and City of Livermore did not increase their rates.
- 3. During the 12 months ending February 28,1999, North McLean purchased a total of 110,122,800 gallons of water and sold 98,363,700 gallons.
- 4. The increase in the cost of purchased water is \$2,519.97, resulting in a purchased water adjustment of \$0.03 per 1,000 gallons of water. Based on a monthly usage of 5,000 gallons, the average bill of a North McLean customer would increase \$0.15 from \$22.35 to \$22.50 or 0.67 percent.

5. The calculations and proposed tariff provided by North McLean are correct and should be approved.

6. The purchased water adjustment of \$0.03 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment of \$0.03 per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after April 10, 1999.
 - 2. The tariff submitted by North McLean is hereby approved as filed.
- 3. Within 20 days from the effective date of this Order, North McLean shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 18th day of May, 1999.

By the Commission

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ATTEST:		
Executive Director	_	
Executive Director		

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 99-168 DATED MAY 18, 1999

The following rates and charges are prescribed for the customers in the area served by North McLean County 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	\$10.92	Minimum bill
Next	8,000	gallons	3.86	per 1,000 gallons
Next	30,000	gallons	3.78	per 1,000 gallons
Over	40,000	gallons	3.62	per 1,000 gallons