

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	CASE NO.
OF NORTH LOGAN WATER DISTRICT)	2001-285

O R D E R

On September 7, 2001, North Logan Water District ("North Logan") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068.

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

1. North Logan purchases water from the city of Russellville ("Russellville").
2. Russellville notified North Logan that effective with its June 1, 2001 billing its wholesale water rate would increase from \$1.62 per gallon to \$2.45 per gallon. North Logan proposes to increase the water rates to its customers effective with the date of this Order.
3. During the 12 months ending June 30, 2001, North Logan purchased 49,853,600 gallons of water and sold 32,469,500 gallons. The increase in the cost of purchased water is \$41,378.49, resulting in a purchased water adjustment of \$1.27 per 1000 gallons. Based on an average monthly usage of 5,000 gallons, the average bill of North Logan's customers would rise \$6.35 from \$26.20 to \$32.55 or 19.5 percent.
4. The purchased water adjustment of \$1.27 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$1.27 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 the date of this Order.

2. Within 20 days of the date of this Order, North Logan shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 27th day of September, 2001.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2001-285 DATED SEPTEMBER 27, 2001

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	\$ 14.59	Minimum bill
Next	2,000 gallons	6.72	per 1,000 gallons
Next	6,000 gallons	4.52	per 1,000 gallons
Next	15,000 gallons	4.32	per 1,000 gallons
All Over	25,000 gallons	4.12	per 1,000 gallons