

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF NORTH MCLEAN COUNTY) CASE NO. 2010-00077
WATER DISTRICT)

O R D E R

On February 22, 2010, North McLean County Water District (“North McLean”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

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

1. North McLean purchases water from the City of Calhoun Water Works (“Calhoun”), West Daviess County Water District (“West Daviess”), and the City of Livermore (“Livermore”).

2. Calhoun notified North McLean that it would increase its wholesale water rate effective March 11, 2010. Calhoun’s wholesale water rate to North McLean would increase from \$1.90 per 1,000 gallons to \$2.30 per 1,000 gallons. North McLean proposes to increase the water rates to its customers effective March 11, 2010.

3. During the 12 months ending January 31, 2009, North McLean purchased a total of 109,929,000 gallons of water from Calhoun, a total of 6,776,500 gallons of water from West Daviess, and a total of 896,000 gallons of water from Livermore and

¹ KRS 278.015; 807 KAR 5:068.

sold a total of 122,751,900 gallons of water. The increase in the cost of purchased water is \$43,971.60, resulting in a purchased water adjustment of \$0.36 per 1,000 gallons.

4. A purchased water adjustment of \$0.36 per 1,000 gallons is fair, just, and reasonable.

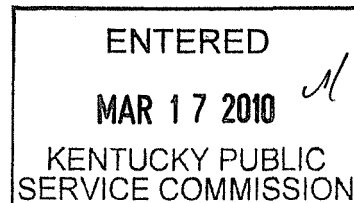
IT IS HEREBY ORDERED that:

1. North McLean's proposed rates are approved.

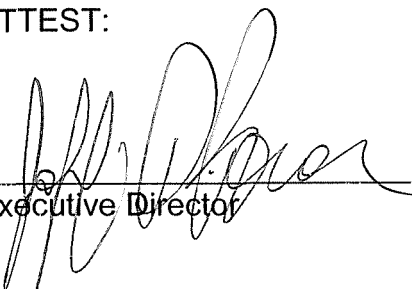
2. The purchased water adjustment increase of \$0.36 per 1,000 gallons as calculated in Appendix A is approved and the rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after March 11, 2010.

3. The tariff sheets filed by North McLean in the application are approved.

By the Commission



ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2010-00077 DATED MAR 17 2010

	Base Rate	New Rate
North McLean County Water District		
Purchases in gallons		
City of Calhoun	109,929,000	109,929,000
Volumetric Rate	\$1.90/1,000	\$2.30/1,000
	\$208,865.10	\$252,836.70
West Daviess County Water District		
Volumetric Rate	6,776,500 NO CHANGE	
City of Livermore		
Volumetric Rate	896,000 NO CHANGE	
	Increased water cost	\$43,971.60
Increased water cost		\$43,971.60
Divided by gallons sold		<u>122,751,900</u>
Purchased water adjustment increase factor		\$0.36 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2010-00077 DATED MAR 17 2010

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	\$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

John O Hicks
166 Main Street
Calhoun, KY 42327