

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)	
ELIHU-RUSH BRANCH WATER ASSOCIATION)	CASE NO. 92-388

O R D E R

On September 10, 1992, Elihu-Rush Branch Water Association, ("Elihu-Rush") filed its revised tariff sheets with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068.

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

1. Elihu-Rush purchases its water from city of Somerset Utilities ("Somerset").

2. Somerset will increase its rate for water sold to Elihu-Rush from \$1.55 to \$2.00 per 1,000 gallons effective October 1, 1992.

3. Elihu-Rush proposes to increase the rates to its customers effective October 1, 1992.

4. During the 12 months ending August, 1992, Elihu-Rush purchased 66,792,900 gallons of water and sold 51,454,821 gallons of water during the same 12-month period.

5. The increase in the cost of purchased water to Elihu-Rush is \$30,056.81, resulting in a purchase water adjustment of 58 cents per 1,000 gallons. Based on an average monthly usage of 5,000

gallons, the average bill of Elihu-Rush's customers would increase from \$23.55 to \$26.45, or 12.3 percent.

6. The purchased water adjustment of 58 cents per 1,000 gallons and the rates in Appendix are fair, just, and reasonable, and should be approved.

IT IS THEREFORE ORDERED that:

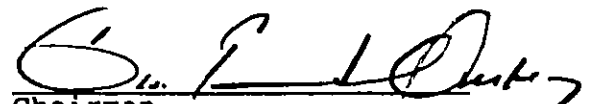
1. The purchased water adjustment of 58 cents per 1,000 gallons of water and the rates in Appendix A, attached hereto and incorporated herein, are approved for services rendered on and after October 1, 1992.

2. Within 30 days of the date of this Order, Elihu-Rush shall file revised tariff sheets setting out the rates approved herein.

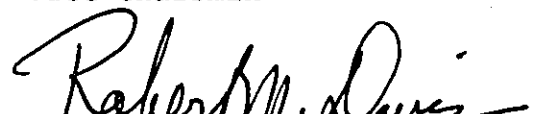
3. Within 30 days of the date of this Order, Elihu-Rush shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 1st day of October, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 92-388 DATED October 1, 1992.

The following rates and charges are prescribed for the customers in the area served by Elihu-Rush Branch Water Association. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Usage Blocks

First 2,000 gallons
Next 3,000 gallons
Next 5,000 gallons
Over 10,000 gallons

Monthly Rates

\$14.30 Minimum Bill
4.05 per 1,000 gallons
3.25 per 1,000 gallons
2.90 per 1,000 gallons