

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF BEECH GROVE WATER SYSTEM,)	CASE NO.
INC. FOR AN ADJUSTMENT OF WATER RATES)	2010-00309

ORDER

On July 28, 2010, Beech Grove Water System, Inc. ("Beech Grove") filed its application for Commission approval of proposed water service rates. The proposed rates will generate additional annual revenues of \$25,979, a 9.18 percent increase in normalized test year sales from water service rates of \$282,871. The proposed rates would increase the monthly bill of a customer using 5,000 gallons through a 5/8" x 3/4" meter connection from \$31.59 to \$34.48, a \$2.89 increase.

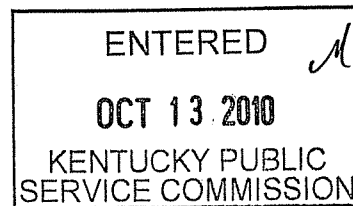
Commission Staff performed a limited financial review of Beech Grove's operations and prepared a Staff Report that was issued by Order dated September 24, 2010. Staff's report recommended that the Commission approve the rates requested in Beech Grove's application. The Order issuing the report granted all parties 10 days to comment or request an informal conference or hearing. The Commission has not received any comments or requests.

The Commission, after considering the evidence of record and being otherwise sufficiently advised, finds that the rates proposed by Beech Grove and shown in the Appendix to this Order are fair, just, and reasonable.

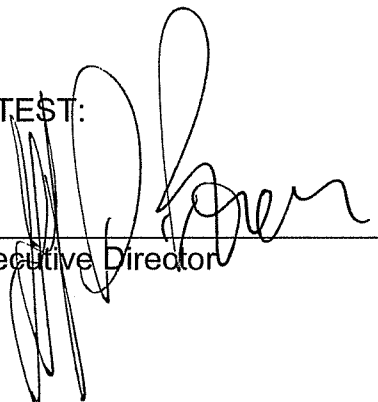
IT IS THEREFORE ORDERED that:

1. The findings contained in the Staff Report are adopted and incorporated by reference into this Order as if fully set out herein.
2. The rates appended hereto are approved for service rendered by Beech Grove on and after the date of this Order.
3. Within 30 days of the date of this Order, Beech Grove shall file its revised tariffs with the Commission setting out the rates approved herein.

By Commission



ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2010-00309 DATED **OCT 13 2010**

The following rates and charges are prescribed for the customers in the area serviced by Beech Grove Water System, Inc. 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	17.62 Minimum Bill
Next	98,000 gallons	5.62 per 1,000 gallons
All Over	100,000 gallons	4.72 per 1,000 gallons

Keith Stratton
President
Beech Grove Water System, Inc.
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