

Beech Grove Water System
445 State Route 56 North
Calhoun, KY. 42327
Telephone 270 273-5738
beechgrovewaters@bellsouth.net
Fax 270-273-5770

RECEIVED
MAR 10 2014
PUBLIC SERVICE
COMMISSION

March 3, 2014

Jeff Derouen, Executive Director
Public Service Commission
211 Sower Boulevard
Post Office Box 615
Frankfort, KY 40602

Dear Derouen,

Please accept the filing for the enclosed pass along rate increase from City of Henderson Water. I have included the original & ten copies.

Any questions please call 270 273-5738.

Thank you,

Sheila Murphy

Sheila Murphy

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MAR 10 2014

PUBLIC SERVICE
COMMISSION

PURCHASED WATER ADJUSTMENT FOR
WATER DISTRICTS AND WATER ASSOCIATIONS
(807 KAR 5:068)

Name of Utility	Beech Grove Water System, Inc.	
Date	February 28, 2014	
Address	445 Highway 56 N	
City, State, Zip	Calhoun, KY	42327
Telephone Number	270-273-5738	

1.a. Name of all wholesale suppliers and the base (current) rate and changed rate of each. In the event the water purchased is billed by the supplier on a rate that is not a flat rate schedule, the entire rate schedule must be shown. Attach additional sheets if necessary.


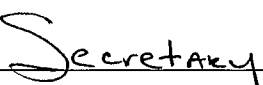
Supplier(s)	Base Rate	Changed Rate
City of Henderson	Declining Block	See Attached
West Daviess County Water	\$2.36	\$2.36

1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit

2. Twelve-month period upon which the purchased water adjustment is based. (This twelve-month period must end within 90 days of this filing).

From	January 2013	through	December 2013
	(month and year)		(month and year)

3. Statement of water purchases. Where water is purchased from more than one supplier, purchases from each supplier must be shown separately. If water is purchased through a declining block rate schedule, purchases for each month must be shown. Attach an additional sheet if necessary.

Supplier(s)	Gallons Purchased during 12 month period
City of Henderson	54,031,000
West Daviess County Water	1,457,000
TOTAL PURCHASES	55,488,000
4. Total gallons sold for the 12 month period	42,830,000
5. Increased water cost	\$1,620.93
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	\$0.04
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.	
<p>Note: The purchased water adjustment factor is added to each thousand gallons sold. If the minimum usage is 2,000 gallons then the purchased water adjustment factor would be added to the minimum bill twice. Revised tariff sheets must be attached showing the rate to be charged by the utility and the effective date of the increased rates.</p>	
7. Proposed effective date	March 1, 2014
	
Signature of Utility Officer	
	
Title	

Base

		<u>Gallons</u>	<u>Rate</u>	<u>Revenue</u>
First	4,000,000	46,216,900	3.22	148,818.42
Next	1,000,000	6,343,888	3.01	19,095.10
Next	1,000,000	1,470,212	2.71	3,984.27
Over	6,000,000	0	2.43	0.00
		<hr/>		
		54,031,000		171,897.80

Changed

		<u>Gallons</u>	<u>Rate</u>	<u>Revenue</u>
First	4,000,000	46,216,900	3.25	150,204.93
Next	1,000,000	6,343,888	3.04	19,285.42
Next	1,000,000	1,470,212	2.74	4,028.38
Over	6,000,000	0	2.45	0.00
		<hr/>		
		54,031,000		173,518.73

Increased Water Cost: \$1,620.93

Divided by Gallons Sold: 42,830,000

PWA Factor: \$0.04 per 1,000 gallons

HENDERSON WATER UTILITY

Water • Wastewater • Stormwater

MANAGED BY THE CITY OF HENDERSON WATER & SEWER COMMISSION

A. LEASON NEEL, CPA
CHIEF FINANCIAL OFFICER

January 8, 2014

Tommy Conrad V.P.
Beech Grove Water System, Inc.
P.O. Box 118
Beech Grove, Kentucky 42322

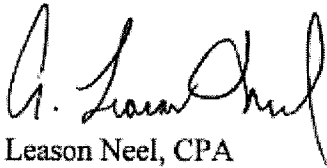
Dear Mr. Conrad:

Our contract with the Beech Grove Water System requires an evaluation of our costs each year and an adjustment in the rates to the water system based on the costs of producing and distributing water from our South System. The audit for our fiscal year 2012-2013 has been completed and the new rates are shown below. The new rates will be implemented beginning with March 2014 consumption.

BEECH GROVE WATER SYSTEM RATE			
Monthly Rate Steps (Gallons)	Monthly Volume (Gallons)	Current Rate Per 1,000 Gallons	New Rate Per 1,000 Gallons
First 4,000,000	4,000,000	\$3.22	\$3.25
Next 1,000,000	5,000,000	\$3.01	\$3.04
Next 1,000,000	6,000,000	\$2.71	\$2.74
Over 6,000,000		\$2.43	\$2.45

If you have any questions concerning this adjustment, please give me a call.

Sincerely,



A. Leason Neel, CPA
Chief Financial Officer

Current Rates

5/8-inch x 3/4-inch meter

First	2,000 gallons	\$18.10 Minimum Bill
Next	98,000 gallons	5.86 per 1,000 gallons
Over	100,000 gallons	4.96 per 1,000 gallons
Bulk Loading Station		\$2.79 per 1,000 gallons

Proposed Rates

5/8-inch x 3/4-inch meter

First	2,000 gallons	\$18.18 Minimum Bill
Next	98,000 gallons	5.90 per 1,000 gallons
Over	100,000 gallons	5.00 per 1,000 gallons
Bulk Loading Station		\$2.83 per 1,000 gallons