

JUNE 23, 1993

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
AUXIER WATER COMPANY, INC.) CASE NO. 93-202

O R D E R

On June 2, 1993, Auxier Water Company, Inc. ("Auxier") filed its application with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure, 807 KAR 5:067.

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

1. Auxier purchases water from Prestonsburg City's Utilities Commission ("Prestonsburg").

2. Effective June 1, 1993, Prestonsburg will increase its rate for wholesale water from an average price of 1.715 per 1,000 gallons to an average price of 2.085 per 1,000 gallons. Based on an average monthly usage of 5,000 gallons, monthly bills to Auxier customers will increase \$2.20 from \$35.05 to \$37.25, an increase of 6.28 percent.

3. Auxier proposed to increase the rates to its customers effective June 1, 1993.

4. During the 12 months ending March 31, 1993, Auxier purchased 78,011,000 gallons of water and sold 66,309,000 gallons.

5. Auxier's calculations are correct and show an increase in purchased water cost of \$28,855, resulting in a purchased water adjustment of \$.44 cents per 1,000 gallons.

6. The purchased water adjustment of \$.44 cents per 1,000 gallons and the rates in Appendix A are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

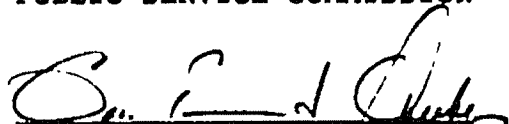
1. The purchased water adjustment of \$.44 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are approved for services rendered on and after June 1, 1993.

2. Auxier's proposed tariff is approved as filed.

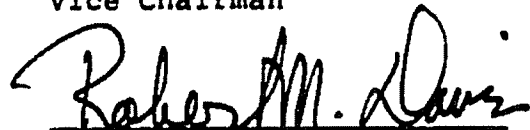
3. Within 30 days of the date of this Order, Auxier shall file verification that the notice to its customers has been given.

Done at Frankfort, Kentucky, this 23rd day of June, 1993.

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. 93-202 DATED June 23, 1993.

The following rates and charges are prescribed for the customers in the area served by Auxier Water Company, Inc. 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.

Classification of Service

First 1,000 gallons	\$11.84	1,000 gallons
Next 1,000 gallons	6.99	per 1,000 gallons
Next 6,000 gallons	6.14	per 1,000 gallons
Next 6,000 gallons	5.14	per 1,000 gallons
Over 14,000 gallons	4.24	per 1,000 gallons

Regency Park Apartments

Meter No.'s 1 and 2

First 14,000 gallons	\$11.84	per 1,000 gallons
Over 14,000 gallons	4.24	per 1,000 gallons

Meter No. 3

First 13,000 gallons	\$11.84	per 1,000 gallons
Over 13,000 gallons	4.24	per 1,000 gallons