COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF BEECH GROVE WATER SYSTEM,) CASE NO. 2002-0028
INC.)

ORDER

On July 22, 2002, Beech Grove Water System, Inc. (Beech Grove) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068.

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

- Beech Grove purchases water from the city of Henderson (Henderson)
 and West Daviess Water District (West Daviess).
- 2. Henderson notified Beech Grove that effective with its March 1, 2002 billing its wholesale water rate would increase from \$2.20 per 1,000 gallons to \$2.29 per 1,000 gallons. Beech Grove proposes to increase the water rates to its customers effective with the date of this Order.
- 3. During the 12 months ending June 30, 2002, Beech Grove purchased 47,142,102 gallons of water from Henderson and 14,031,102 gallons of water from West Daviess and sold 47,096,207 gallons. The increase in the cost of purchased water is \$4,243, resulting in a purchased water adjustment of \$0.09 per 1000 gallons.
- 4. The purchased water adjustment of \$0.09 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

- 1. The proposed rates by Beech Grove are accepted.
- 2. The purchased water adjustment of \$0.09 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after the date of this order.
 - 3. The proposed tariff sheets filed by Beech Grove are approved as filed.

Done at Frankfort, Kentucky, this 21st day of August, 2002.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2002-00280 DATED August 21, 2002

The following rates and charges are prescribed for the customers in the area served 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 Rates

First	2,000	gallons	\$13.68 Minimum Bill
Next	98,000	gallons	\$3.65 per 1,000 gallons
Over	100,000	gallons	\$2.96 per 1,000 gallons