COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PROPOSED ADJUSTMENT OF THE)	
WHOLESALE WATER SERVICE RATES)	CASE NO. 2003-00394
OF THE CITY OF LAWRENCEBURG)	

<u>O R D E R</u>

The city of Lawrenceburg, Kentucky ("Lawrenceburg") and South Anderson Water District ("South Anderson") have agreed upon a rate that Lawrenceburg will charge for wholesale water service and have submitted their written agreement to the Commission. This action follows Lawrenceburg's application for an adjustment of its current wholesale rate, South Anderson's objection to the proposed adjustment, and the initiation of this proceeding to investigate the proposed adjustment. Lawrenceburg originally proposed a wholesale rate of \$2.18 per 1,000 gallons of water. The parties agreed to wholesale rates of \$2.08 per 1,000 gallons of water for the first 8 million gallons and \$1.94 per 1,000 gallons for water in excess of 8 million gallons.

Having considered the agreement and being otherwise sufficiently advised, the Commission finds that the agreement appears neither unreasonable nor unconscionable and should be approved.

IT IS THEREFORE ORDERED that:

1. The agreement, a copy of which is attached hereto as Appendix A, is approved.

2. The rates and conditions for wholesale water service set forth in the agreement are approved for service rendered by Lawrenceburg to South Anderson on and after the date of this Order.

3. Within 30 days of the date of this Order, Lawrenceburg shall file tariff sheets that reflect the rates and conditions of service approved herein.

Done at Frankfort, Kentucky, this 9th day of July, 2004.

By the Commission

(See document named "200300394_07092004apx.pdf" for appendix.)

ATTEST:

/ V Executive Director