

February 9, 2021

Linda Bridwell  
Executive Director  
Public Service Commission  
PO Box 615  
Frankfort, KY 40602

Ms. Bridwell:

Enclosed is Beech Grove Water System's Purchased Water Adjustment Application. Beech Grove Water System's has had an increase from its suppliers see the City of Henderson rate increase from Tariff Filing No TFS2021-00021 and West Daviess Water District's rate increase from Case No. 2020-00196.

Sincerely,



Sheila Murphy

Office Manager

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

Name of Utility	Beech Grove Water System		
Date	February 9, 2021		
Address	445 State Route 56 N		
City, State, Zip	Calhoun		KY 42327
Telephone Number	270-273-5738		
Email Address	beechgrovewaters@bellsouth.net		

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	2.747	3.3919
West Daviess	3.85	4.38

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

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 2020	through	December 2020
	(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	77,811,484
West Daviess	2,007,900
TOTAL PURCHASES	79,819,384
4. Total gallons sold for the 12 month period	55,806,400
5. Increased water cost	55,806.40
<p>The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate. The calculation and all supporting documents used to determine the change in purchased water costs sufficient to determine the accuracy of the calculation is attached as Exhibit B</p>	
6. Purchased water adjustment factor	.92
<p>The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.</p> <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.</p>	
7. A schedule listing the current and proposed rates is attached as Exhibit C	
8. A copy of the resolution or other document of the utility's governing body authorizing the proposed rates is attached as Exhibit D	
9. Proposed effective date	March 1, 2021
	
Signature of Utility Officer	
<i>President</i>	
Title	

# Exhibit A

## LEGAL NOTICE

Notice is hereby given that Beech Grove Water System ("System") plans to file with the Public Service Commission on or before February 12, 2021 to increase its bulk loading station rate effective March 1, 2021. The proposed change is as follows:

<b>Current Rates</b>			<b>Proposed Rates</b>				
<u>Minimum Bills Based on Meter Size</u>			<u>Minimum Bills Based on Meter Size</u>				
Meter Size	Gals. Incl'd. in Minimum	Minimum Monthly Bill	Meter Size	Gals. Incl'd. in Minimum	Minimum Monthly Bill	Dollar Increase	Percent Increase
All Size Meters	2,000	\$ 17.42	All Size Meter	2,000	\$ 19.26	\$ 1.84	10.56
<u>Rates for Water Usage in Addition to Minimum</u>			<u>Rates for Water Usage in Addition to Minimum</u>				
No. of Gallons per Month		Charge per 1,000 gals.	No. of Gallons per Month		Charge per 1,000 gals.		
First 2,000 Gallons (lump sum)		\$ 17.42	First 2,000 Gallons (lump sum)		\$ 19.26	1.84	10.56
Next 98,000 Gallons		5.52	Next 98,000 Gallons		\$ 6.44	0.92	16.67
All Over 100,000 gallons		4.62	Next 100,000 Gallons		\$ 5.54	0.92	19.91
Bulk Loading per 1,000 Gallons		5.00	Bulk Loading per 1,000 Gallons		\$ 6.00	1.00	20.00

Any person may examine this tariff filing at the System's office located at 445 State Route 56, North Calhoun, Kentucky.

Any person may examine this tariff filing at the PSC located at 211 Sower Boulevard, Frankfort, Kentucky, Monday - Friday, 8:00 am - 4:30 pm or on the PSC website at <http://psc.ky.gov>; telephone (502) 564-3940.

Any person may submit comments regarding this tariff filing by mail to the Public Service Commission, Post Office Box 615, Frankfort, KY 40602; or through its website at <http://psc.ky.gov>.

The rates contained in this notice are the rates proposed by the System but the PSC may order rates to be charged that differ from the proposed rates contained in this notice.

Any person may submit a timely written request for intervention by mail to the Public Service Commission, Post Office Box 615, Frankfort, KY 40602. The request for intervention must establish the grounds for the request including the status and interest of the party.

If the PSC does not receive a written request for intervention within thirty (30) days of the initial publication or mailing of notice, the PSC may take final action on the tariff filing.

# Exhibit B

	New Rate	Base Rate
<b>City of Henderson</b>		
Purchase in gallons	77,811,484	77,811,484
Volumetric Rate	3.3919	2.747
Total	\$ 263,929	\$ 213,748
Increased Water Cost	\$ 50,181	
<b>West Daviess</b>		
Purchase in gallons	2,007,900	2,007,900
Volumetric Rate	4.38	3.85
Total	\$ 8,795	\$ 7,730
Increased Water Cost	\$ 1,064	
Increased Water Cost	\$ 51,245	
Divided by gals. sold/1,000	55,806.4	
Purchased Water Adj. Factor	\$ 0.918	

or \$.92 per 1,000 Gallons

# Exhibit C

<b>Current Rates</b>			<b>Proposed Rates</b>				
<u>Minimum Bills Based on Meter Size</u>			<u>Minimum Bills Based on Meter Size</u>				
Meter Size	Gals. Incl'd. in Minimum	Minimum Monthly Bill	Meter Size	Gals. Incl'd. in Minimum	Minimum Monthly Bill	Dollar Increase	Percent Increase
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# Exhibit D

**RESOLUTION NO. 2021-02-09**

**A RESOLUTION OF BEECH GROVE WATER SYSTEM  
WATER RATES TO OFFSET THE CITY OF HENDERSONS' AND  
WEST DAVIESS WATER DISTRICTS' WHOLESALE RATE  
INCREASE**

**WHEREAS**, the City of Henderson and West Daviess Water District supplies potable water to Beech Grove Water System a wholesale basis.

**WHEREAS**, on January 27, 2021 the City of Henderson filed a tariff to increase the rates to Beech Grove Water System see Tariff No. TF2021-00021 and on December 30, 2020 the PSC approved an increase from West Daviess Water District see Case No. 2020-0196.

**WHEREAS**, based upon the water purchases from the City of Henderson and West Daviess Water District during the previous 12 months, the estimated annual increased cost to Beech Grove Water System will be \$ **51,245**.

**WHEREAS**, prudent financial management dictates that Beech Grove Water System take action to adjust its retail rates commensurate with the City of Henderson's and West Daviess Water District's wholesale rate increase; and

**WHEREAS**, KRS 278.015 and 807 KAR 5:068 provide the legal mechanism for Beech Grove Water System to increase its water rates to

commensurate with the City of Henderson's and West Daviess Water District's wholesale rate increase via a Purchased Water Adjustment ("PWA")

**NOW, THEREFORE, THE BOARD OF COMMISSIONERS OF BEECH GROVE WATER SYSTEM DOES HEREBY RESOLVE AS FOLLOWS:**

**Section 1.** The facts, recitals, and statements contained in the foregoing preamble of this Resolution are true and correct and are hereby affirmed and incorporated as a part of this Resolution.

**Section 2.** The PWA factor is **\$.92** per 1,000 gallons;

**Section 3.** All tiers of water usage and set forth in Beech Grove Water System's existing tariff shall be increased by **\$.92** per 1,000 gallons, subject to any minor adjustment that may be made by the PSC.

**Section 4.** The monthly water rates to be charged to and collected from the customers and users of the water system of Beech Grove Water System shall be as set forth in **Exhibit C**, which is attached hereto and is incorporated herein by reference as a part of this Resolution. The rates set forth in **Exhibit C** are subject to any minor adjustment that may be made by the PSC. These monthly rates shall be in effect for all water service rendered on and after March 1, 2021 upon PSC approval.

**Section 5.** The President and the Office Manager are hereby authorized and directed to execute and file the PWA Application, Tariff Sheet, and all other documents that may be required by the PSC.

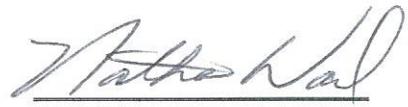
**Section 6.** The President, Office Manager, and all appropriate Beech Grove Water System Staff are hereby further authorized and directed to take any and all other actions and to execute and deliver any and all other documents as may be reasonably necessary to implement the PWA.

**Section 7.** This Resolution shall take effect upon its adoption.

**ADOPTED BY THE BOARD OF COMMISSIONERS OF BEECH GROVE WATER SYSTEM** at a meeting held on February 9, 2021, signed by the President, and attested by the Secretary.

ATTEST:

  
Secretary

  
President