

**ELKHORN WATER DISTRICT
P.O. BOX 67
FRANKFORT, KY 40602**

September 17, 2012

Public Service Commission
P.O. Box 615
Frankfort, KY 40602

RECEIVED

SEP 18 2012

PUBLIC SERVICE
COMMISSION

To the Commission:

The Elkhorn Water District respectfully requests that the Commission allow us to make an adjustment in our rates in accordance with 807 KAR 5:068 Purchased Water Adjustment Clause.

The District purchased 64,624,000 gallons from August 2011 to July 2012. The District sold 52,595,700 gallons to its customers. The effective cost of water purchased was 1.96 (with the Kentucky River Authority fee) during the test period. With the pass through of the Kentucky River Authority withdrawal fee by the Frankfort Electric and Water Plant Board the new cost is expected to be \$2.02 making the total new cost \$130,540.48. The difference between the old cost and the new cost is expected to be \$3,877.44; the incremented cost in terms of water sold is \$.07 per 1,000 gallons. We propose to raise each gallonage block that amount.

The following documents are enclosed:

Purchased Water Rate Adjustment

Copy of Tariff

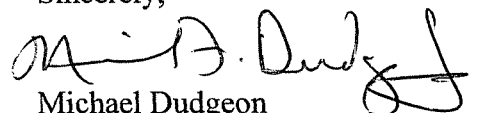
Statement of Water Purchased and Sold

Notice to Customers

Tariff Sheet

If you have any questions , please contact the office at 695-4431.

Sincerely,



Michael Dudgeon
Chairman

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

Name of Utility	ELKHORN WATER DISTRICT	
Date	9/17/12	
Address	PO BOX 67	
City, State, Zip	FRANKFORT KY	40602
Telephone Number	502-695-4431	

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.

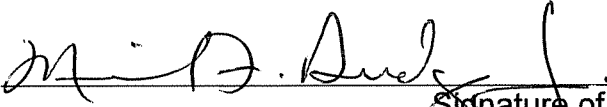
Supplier(s)	Base Rate	Changed Rate
FEWPB	1.96	2.02

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	August 2011	through	July 2012
	(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
FEWPB		64,624,000
TOTAL PURCHASES		64,624,000
4. Total sales for the 12 month period		52,595.700
5. Increased water cost		\$3,877.44
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.		
6. Purchased water adjustment factor		.07
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		October 18, 2012
 Signature of Utility Officer		
Title		

FOR Entire Area Served _____

PSC KY NO. _____

_____ SHEET NO. _____

Elkhorn Water District
(NAME OF UTILITY)

CANCELLING PSC KY NO. _____

_____ SHEET NO. _____

Usage Blocks

First 2,000 gallons
Next 3,000 gallons
Next 5,000 gallons
Over 10,000 gallons

Monthly Rates

\$13.95 Minimum Bill
5.33 per 1,000 Gallons
4.75 per 1,000 Gallons
3.52 per 1,000 Gallons

Meter Sizes

1 inch meter
1 1/2 inch meter

Monthly Minimum Bills

5,000 Gallons \$29.94
10,000 Gallons \$53.69

All usage in excess of the minimum bill shall be billed according to the General Rate Schedule.

Mobile Home Parks

McConnell
Elkhorn
Capital

Monthly Minimum Bills

15,000 Gallons \$104.63
76,000 Gallons \$530.10
125,000 Gallons \$871.88

Emergency Wholesale Rate

3.52 per 1,000 Gallons

Anyone who wishes to purchase water at the emergency wholesale rate shall pay any costs associated with the emergency hookup.

DATE OF ISSUE _____

DATE EFFECTIVE _____
MONTH / DATE / YEAR
10 / 18 / 12

ISSUED BY _____
SIGNATURE OF OFFICER
[Signature]

TITLE *Chairman*

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

WATER PURCHASED AND SOLD

<u>Water Purchased</u>	<u>Water Sold</u>
Aug. 5,875,700	4,729,000
Sept 6,489,300	4,749,000
Oct. 4,834,700	4,101,500
Nov. 4,341,300	4,167,500
Dec. 4,514,300	3,643,000
Jan. 5,997,100	3,962,500
Feb. 4,285,100	3,802,000
Mar. 4,759,700	3,558,500
Apr. 5,094,500	4,027,500
May 5,311,200	5,132,500
June 5,383,300	5,947,000
July 7,737,800	4,775,700
Total 64,624,000	52,595,700

NOTICE TO CUSTOMERS

Elkhorn Water District has made an adjustment in rates due to the pass through by the Frankfort Electric and Water Plant Board to the District. The change is made necessary due to the increase by the Kentucky River Authority Withdrawal fee.

Monthly Rates

General Service

First 2,000 gallons per month	\$13.95 Minimum Bill
Next 3,000 gallons per month	5.33 per 1,000 Gallons
Next 5,000 gallons per month	4.75 per 1,000 Gallons
All over 10,000 gallons per month	3.52 per 1,000 Gallons

General Service Meters

1 inch	5,000 gallons \$29.94
1 ½ inch	10,000 gallons \$53.69

Mobile Home Parks

McConnell	15,000 gallons \$104.63
Elkhorn	76,000 gallons \$530.10
Capital	125,000 gallons \$871.88

Emergency Wholesale Rate	\$ 3.52 per 1,000 Gallons
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The application is on file at the office of Elkhorn Water District, Frankfort, Kentucky and is available for during examination during office hours.

FOR FEWPB Entire Service Area
Community, Town or City

P.S.C. KY. NO. 1

1st Revised SHEET NO. 2

The Electric and Water Plant
Board of the City of Frankfort, Ky.
(Name of Utility)

CANCELLING P.S.C. KY. NO. 1

Original SHEET NO. 2

RATES & CHARGES

APPLICABILITY: All wholesale water users regulated by the Public Service Commission purchasing water from the FEWPB for resale.

KENTUCKY RIVER AUTHORITY WITHDRAWAL FEE:

Tier I Fee	2.2 cents per thousand gallons
Tier II Fee	<u>6.0 cents per thousand gallons</u>
Subtotal	8.2 cents per thousand gallons
Adjustment to recover the full cost of the KRA Fee	2.59 cents per thousand gallons
Total for separate line item	10.79 cents per thousand gallons

NOTE: This adjustment recovers the Kentucky River Authority withdrawal fee adjusted for water loss. All other charges remain in full force and effect.

DATE OF ISSUE August 23, 2012
Month / Date / Year

DATE EFFECTIVE September 24, 2012
Month / Date / Year

ISSUED BY *Hulbie Bannister*
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____