

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	CASE NO.
FILING OF PEAKS MILL WATER)	2014-00419
DISTRICT)	

ORDER

On December 1, 2014, Peaks Mill Water District ("Peaks Mill") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

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

1. Peaks Mill purchases water from the Frankfort Electric and Water Plant Board ("Frankfort").

2. On November 12, 2014, Frankfort increased its wholesale water rate to Peaks Mill from \$2.01 per 1,000 gallons to \$2.25 per 1,000 gallons.² Peaks Mill proposed to increase its water rates to reflect the increased cost in purchased water effective November 12, 2014.

3. During the 12 months ended August 31, 2014, Peaks Mill purchased 89,887,100 gallons of water from Frankfort and sold 54,471,700 gallons of water. The increase in the cost of purchased water is \$21,572.90, resulting in a purchased water adjustment factor of \$0.40 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

² Case No. 2014-00254, Proposed Adjustment of the Wholesale Water Service Rates of Frankfort Electric and Water Plant Board (Ky. PSC Nov. 12, 2014).

4. The purchased water adjustment of \$0.40 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

5. Peaks Mill's proposed rates, as set forth in Appendix B to this Order, are fair, just, and reasonable and should be approved for water service rendered on and after November 12, 2014.

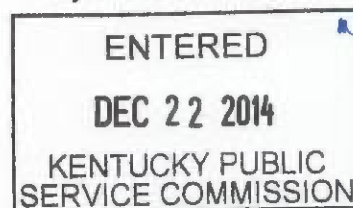
IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.40 per 1,000 gallons is approved.

2. Peaks Mill's proposed rates are approved for service rendered on or after November 12, 2014.

3. Within 20 days of the date of this Order, Peaks Mill shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission



ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2014-00419 DATED **DEC 22 2014**

	New Rate	Base Rate
Peaks Mill		
Purchases in gallons	89,887,100	89,887,100
Volumetric rate	<u>\$ 2.25/1,000</u>	<u>\$ 2.01/1,000</u>
	\$202,245.97	\$180,673.07
	Increased water cost	\$21,572.90
Increased water cost	\$ 21,572.90	
Divided by gallons sold/1,000	<u>54,471,700</u>	
	\$ 0.3960	
Purchased water adjustment factor	\$0.40 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00419 DATED **DEC 22 2014**

The following rates and charges are prescribed for the customers in the area served by Peaks Mill Water District. 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

5/8- X 3/4-Inch Meters

First	2,000 Gallons	\$ 27.00 Minimum Bill
Next	3,000 Gallons	9.19 Per 1,000 Gallons
Next	5,000 Gallons	7.97 Per 1,000 Gallons
Over	10,000 Gallons	6.75 Per 1,000 Gallons

Church Quarles
Peaks Mill Water District
7165 US 127 North
Frankfort, KY 40601