COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF) ELKHORN WATER DISTRICT) CASE NO. 93-281

ORDER

On August 9, 1993, Elkhorn Water District ("Elkhorn") filed its application with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and KAR 5:068.

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

 Elkhorn purchases water from the Frankfort Electric and Water Plant Board ("Frankfort").

2. Effective August 1, 1993, Frankfort will increase its rate for wholesale water from \$.98 per 1,000 gallons to \$1.03 per 1,000 gallons. Based on an average monthly usage of 5,000 gallons, monthly bills to Elkhorn customers will increase from \$19.51 to \$19.81, an increase of 1.54 percent.

3. Elkhorn proposed to increase the rates to its customers effective August 1, 1993.

4. During the 12 months ending July 31, 1993, Elkhorn purchased 40,117,100 gallons of water and sold 35,791,000 gallons.

5. Elkhorn's calculations are correct and show an increase in purchased water cost of \$2,006, resulting in a purchased water adjustment of \$.06 cents per 1,000 gallons. 6. The purchased water adjustment of \$.06 cents per 1,000 gallons and the rates in Appendix A are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$.06 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are approved for services rendered on and after August 1, 1993.

2. Elkhorn's proposed tariff is approved.

3. Within 30 days of the date of this Order, Elkhorn shall file verification that the notice to its customers has been given. Done at Frankfort, Kentucky, this 30th day of August, 1993.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 93-281 DATED AUGUST 30, 1993

The following rates and charges are prescribed for the customers in the area served by Elkhorn Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

GENERAL SERVICE

First	2,000	gallons	\$9.52	Minimum Bill		
Next	3,000	gallons	3.43	per	1,000	gallons
Next	5,000	gallons	2.96	per	1,000	gallons
All Over	10,000	gallons	1.96	per	1,000	gallons

MINIMUM BILLS

General Service Meters

5/8	Inch	2,000	gallons	\$ 9.52
1	Inch	5,000	gallons	19.81
1-1/2	Inch	10,000	gallons	34.61
2	Inch	16,000	gallons	46.37

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

Mobile Home Parks

McConnell	15,000 gallons	\$ 71.40
Elkhorn	76,000 gallons	361.76
Capital	125,000 gallons	595.00