COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)CASE NO.OF ELKHORN WATER DISTRICT)2002-00144

<u>ORDER</u>

On April 24, 2002, Elkhorn Water District (Elkhorn) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068.

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

1. Elkhorn purchases water from the Frankfort Plant Board.

2. The Frankfort Plant Board notified Elkhorn that effective with its April 22, 2002 billing its wholesale water rate would increase from \$1.363 per 1,000 gallons to \$1.468 per 1,000 gallons. Elkhorn proposes to increase the water rates to its customers effective with the date of this Order.

3. During the 12 months ending February 22, 2002, Elkhorn purchased 79,718,100 gallons of water and sold 73,840,900 gallons. The increase in the cost of purchased water is \$8,370.40, resulting in a purchased water adjustment of \$0.11 per 1000 gallons.

4. The purchased water adjustment of \$0.11 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The proposed rates by Elkhorn are approved.

The purchased water adjustment of \$0.11 per 1,000 gallons and the rates 2. in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after April 22, 2002.

3. Within 20 days of the date of this Order, Elkhorn shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 21st day of May, 2002.

By the Commission

ATTEST:

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Deputy Executive D

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2002-00144 DATED MAY 21, 2002

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 the Commission prior

to the effective date of this Order.

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

General Service Meters 5/8 inch 1 inch 1 ½ inch 2 inch <u>General Service</u> \$10.38 Minimum Bill 3.86 per 1,000 gallons 3.39 per 1,000 gallons 2.39 per 1,000 gallons

<u>Minimum Bills</u> 2,000 gallons 10.38 5,000 gallons 21.96 10,000 gallons 38.91 16,000 gallons 53.25

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

Mobile Home Parks

| McConnell | 15,000 gallons | \$77.85 |
|-----------|-----------------|----------|
| Elkhorn | 76,000 gallons | \$394.44 |
| Capital | 125,000 gallons | \$648.75 |

Stamping Ground 2.29 per 1,000 gallons.

Minimum for mobile park homes is determined by multiplying the number of spaces available by one-half the minimum usage allowance and minimum bill for general service. All usage in excess of the minimum is billed at general service rates.