

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

March 6, 2012

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

RECEIVED

MAR 08 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 63,191,400 gallons from February 2011 to January 2012. The District sold 48,322,900 gallons to its customers. The effective cost of water purchased was 1.86 (with the Kentucky River Authority fee) during the test period. With the wholesale increase by the Frankfort Electric and Water Plant Board the new cost is expected to be 1.96 making the total new cost \$123,855.14. The difference between the old cost and the new cost is expected to be \$6,319.14; the incremented cost in terms of water sold is \$.13 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

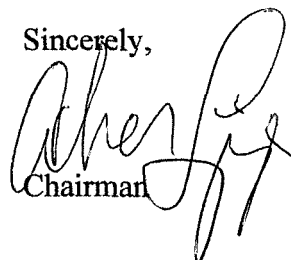
Statement of Water Purchased and Sold

Notice to Customers

Tariff Sheet

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

Sincerely,


Chairman

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

\$13.81 Minimum Bill
5.26 per 1,000 Gallons
4.68 per 1,000 Gallons
3.45 per 1,000 Gallons

Meter Sizes

1 inch meter
1 1/2 inch meter

Monthly Minimum Bills

5,000 Gallons \$29.59
10,000 Gallons \$52.99

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 \$103.58
76,000 Gallons \$524.78
125,000 Gallons \$863.13

Emergency Wholesale Rate

3.45 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 _____
MONTH / DATE / YEAR

DATE EFFECTIVE _____
MONTH / DATE / YEAR

ISSUED BY *Cheryl Fitz* _____
SIGNATURE OF OFFICER

TITLE Chairman _____

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

NOTICE TO CUSTOMERS

Elkhorn Water District has made an adjustment in rates due to the increase by the Frankfort Electric and Water Plant Board to the District. The change is made necessary due to the increase in the wholesale price of water from our supplier, Frankfort Electric and Water Plant Board.

Monthly Rates

General Service

First 2,000 gallons per month	\$13.81 Minimum Bill
Next 3,000 gallons per month	5.26 per 1,000 Gallons
Next 5,000 gallons per month	4.68 per 1,000 Gallons
All over 10,000 gallons per month	3.45 per 1,000 Gallons

General Service Meters

5/8 inch	2,000 gallons \$13.81
1 inch	5,000 gallons \$29.59
1 ½ inch	10,000 gallons \$52.99

Mobile Home Parks

McConnell	15,000 gallons \$ 103.58
Elkhorn	76,000 gallons \$ 524.78
Capital	125,000 gallons \$ 863.13

Emergency Wholesale Rate \$3.45 per 1,000 gallons

The application is on file at the office of Elkhorn Water District, Frankfort, Kentucky and is available for during examination during office hours.

WATER PURCHASED AND SOLD

	Water Purchased	Water Sold
Feb	3,793,600	3,949,500
Mar	5,294,800	3,259,500
April	4,838,900	3,580,000
May	4,665,900	3,285,500
June	5,882,800	4,465,900
July	6,663,000	4,430,000
Aug	5,875,700	4,729,000
Sep	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
Total	63,191,400	48,322,900

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

Name of Utility	Elkhorn Water District		
Date	3/7/2012		
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	1.86	1.96

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	February 2011	through	January 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	63,191,400
TOTAL PURCHASES	63,191,400
4. Total gallons sold for the 12 month period	48,322,900
5. Increased water cost	6,319.14
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	.13
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	April 18, 2012
	
Signature of Utility Officer	
Title	