

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF FARMDALE WATER) CASE NO. 2013-00297
DISTRICT)

ORDER

On July 19, 2013 Farmdale Water District ("Farmdale") 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. Farmdale purchases water from Frankfort Plant Board ("Frankfort").
2. On June 28, 2013, Frankfort increased the Kentucky River Authority fee portion of its wholesale water rate to Farmdale from \$0.1079 per 1,000 gallons to \$0.20 per 1,000 gallons.
3. During the 12 months ended April 30, 2013, Farmdale purchased 202,434,000 gallons of water from Frankfort and sold 160,066,000 gallons of water. The increase in the cost of purchased water is \$18,644.17, resulting in a purchased water adjustment factor of \$0.12 per 1,000 gallons.
4. Farmdale increased its rates for water service effective August 1, 2013 to reflect the increased cost of purchased water.
5. Farmdale's proposed rates for water service are fair, just, and reasonable and should be approved for service rendered on or after August 1, 2013.

¹ KRS 278.015; 807 KAR 5:068.

6. The purchased water adjustment factor of \$0.12 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

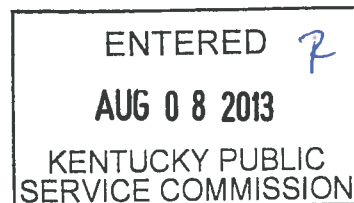
IT IS THEREFORE ORDERED that:

1. The proposed purchased water adjustment factor of \$0.12 per 1,000 gallons is approved.

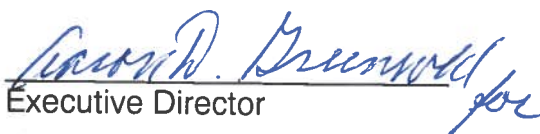
2. Farmdale's proposed rates, which are set forth in Appendix B to this Order, are approved for water service that Farmdale renders on or after August 1, 2013.

3. Within 20 days of the date of this Order, Farmdale 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. 2013-00297 DATED **AUG 08 2013**

	New Rate	Base Rate
Frankfort Purchases in gallons	202,434,000	202,434,000
KRA Withdrawal Fee	<u>\$ 0.20/1,000</u>	<u>\$0.1079/1,000</u>
	\$ 40,486.80	\$ 21,842.63

Increased water cost \$ 18,644.17

Increased water cost	\$ 18,644.17
Divided by gallons sold/1,000	<u>160,066,000</u>
	\$ 0.116

Purchased water adjustment factor \$0.12 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00297 DATED **AUG 08 2013**

The following rates and charges are prescribed for the customers in the area served by Farmdale 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 Water Rates

Residential and Commercial Consumers

5/8- x 3/4-Inch Meter

First	2,000 gallons	\$13.36	Minimum Bill
Next	3,000 gallons	3.62	per 1,000 gallons
Next	5,000 gallons	3.12	per 1,000 gallons
Over	10,000 gallons	2.92	per 1,000 gallons

1-Inch Meter

First	7,000 gallons	\$30.46	Minimum Bill
Next	3,000 gallons	3.12	per 1,000 gallons
Next	140,000 gallons	2.92	per 1,000 gallons
Over	150,000 gallons	2.67	per 1,000 gallons

Commercial Consumers (Stewart Home)

First	7,000 gallons	\$30.46	Minimum Bill
Next	3,000 gallons	3.12	per 1,000 gallons
Next	140,000 gallons	2.92	per 1,000 gallons
Over	150,000 gallons	2.67	per 1,000 gallons

Industrial Consumers/Trailer Parks

First	7,000 gallons	\$30.46	Minimum Bill
Next	3,000 gallons	3.12	per 1,000 gallons
Next	140,000 gallons	2.92	per 1,000 gallons
Over	150,000 gallons	2.67	per 1,000 gallons

Clifford Toles
Chairman
Farmdale Water District
100 Highwood Drive
Frankfort, KENTUCKY 40601