

PEAKS MILL WATER DISTRICT

Church Quarles, Chairman

7165 U.S.127 North
Frankfort, Kentucky 40601

(502) 227-5740

August 1, 2013

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

re: Tariff Revisions

RECEIVED

JUL 24 2013

PUBLIC SERVICE
COMMISSION

To the COMMISSION:

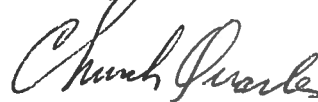
The Peaks Mill Water District of Franklin County, Kentucky, respectfully requests that the COMMISSION allow us to make an adjustment in our rates in accordance with 807 KAR 5:067, Purchased Water Adjustment Clause.

The District has been told by the Frankfort Electric & Water Plant Board that the approved increase will take effect July 28, 2013.

The following documents are enclosed:
Exhibit A. Purchased Water Rate Adjustment
Exhibit B. Notice to Customers
Exhibit C. Tariff Sheet
Exhibit D. Resolution
Exhibit E. Notice From Supplier

If you have any questions, please contact Warner Broughman at (859) 271-1778, as he is handling this matter.

Yours truly,



Church Quarles,
Board Chairman

CQ:pac

cc: Dale Gatewood, Mgr.
Warner Broughman III, Engineer

Enclosures

NOTICE TO THE PUBLIC OF UTILITY RATE CHANGE

Peaks Mill Water District

PEAKS MILL WATER DISTRICT has filed an application with the Public Service commission for a proposed rate change for water service. The change is made necessary due to an increase in the wholesale price of water from our supplier.

The rates contained in this notice are the rates proposed by PEAKS MILL WATER DISTRICT. However, the Public Service Commission may order rates to be charged that differ from these proposed rates. Such action may result in rates for consumers other than the rates in this notice.

Monthly Rates

| | | |
|-----------------|-----------------------|----------------------------------|
| First | 2,000 Gallons | \$ 26.20 Minimum Bill |
| Next | 3,000 Gallons | \$ 8.79 Per 1,000 Gallons |
| Next | 5,000 Gallons | \$ 7.57 Per 1,000 Gallons |
| All Over | 10,000 Gallons | \$ 6.35 Per 1,000 Gallons |

Any corporation, association, body politic or person may make a motion within thirty (30) days of this publication to request leave to intervene. All persons having reasons to intervene should file with the Public Service Commission, P.O. Box 615, Frankfort, Kentucky 40602. The application is on file at the offices for the PEAKS MILL WATER DISTRICT, 7165 U.S. 127 North, Frankfort, KY 40601 and is available for examination during business hours

EXHIBIT B

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

| | | |
|------------------|---------------------------|-------|
| Name of Utility | Peaks Mill Water District | |
| Date | July 15, 2013 | |
| Address | 7165 U.S. 127 North | |
| City, State, Zip | Frankfort, KY | 40601 |
| Telephone Number | (502) 227-5740 | |

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.

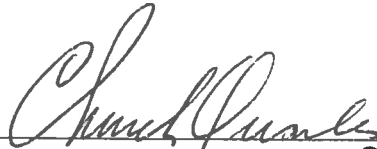
| Supplier(s) | Base Rate | Changed Rate |
|-------------|-----------|--------------|
| Frankfort | 2.01 | 2.11 |
| KY American | N/A | N/A |
| | | |
| | | |

1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit E.

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 | June 2012 | through | May 2013 |
| | (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 |
|--|--|
| Frankfort Water & Electric Plant Board | 90,196,200 |
| KY American Water Co. | 718,500 |
| | |
| TOTAL PURCHASES | 90,914,700 |
| | |
| 4. Total gallons sold for the 12 month period | 57,997,900 |
| | |
| 5. Increased water cost | \$8,307.07 |
| The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate. | |
| 6. Purchased water adjustment factor | \$0.14 |
| 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 | July 28, 2013 |
| | |
|  | |
| Signature of Utility Officer | |
| Chairman | |
| Title | |

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EXHIBIT B

Form for filing Rate Schedules

For Northeastern Franklin County
Community, Town or City

P.S.C. KY. No. 2013-
7th REVISED SHEET NO. 1

CANCELLING P.S.C. KY NO. 2013-000134

PEAKS MILL WATER DISTRICT

7165 U.S. 127 North
Frankfort, KY 40601

RATES AND CHARGES

RATE PER UNIT

Applicable: **Entire Area Served**
Available: **To All Customers Served by the Water District**

Rates:

| | | |
|----------|----------------|---------------------------|
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Date of Issue July 22, 2013 Date Effective July 28, 2013

Issued by *Church Quarles* Title Chairman
Church Quarles

Issued by authority of an Order of the Public Service Commission of Kentucky in
Case No. 2013- dated .

EXHIBIT C

RESOLUTION

RESOLUTION OF THE Peaks Mill Water District, AUTHORIZING THE IMPLEMENTATION OF NEW RATES, SUBMITTING NEW RATES TO THE PUBLIC SERVICE COMMISSION AND AUTHORIZING A REPRESENTATIVE TO SIGN ALL RELATED DOCUMENTS

WHEREAS, the Frankfort Electric and Water Plant Board has raised the wholesale cost of water and

WHEREAS, the Public Service Commission has approved the rate increase; and

WHEREAS, the District desires to adjust its rates to its customers to reflect the wholesale rate increase.

NOW, THEREFORE, BE IT RESOLVED by the Board of Commissioners of the Peaks Mill Water District as follows:

SECTION 1. That the District hereby accepts the rate awarded by the Public Service Commission and approves the raising of rates by a like amount to its customers..

SECTION 2. That Church Quarles is hereby authorized, directed and empowered by the District to execute the necessary documents, and to otherwise act on behalf of the District to implement the changed rates.

SECTION 3. This Resolution shall take effect immediately upon passage.

ADOPTED on July 22, 2013.

Peaks Mill Water District



Title: Chairman

ATTESTED:



Title: Secretary

EXHIBIT D

FOR FEWPB Entire Service Area

PSC KY NO. 1

The Electric and Water Plant Board
of the City of Frankfort, Kentucky
(NAME OF UTILITY)

2nd Revised SHEET NO. 2

CANCELLING PSC KY NO. 1

1st Revised SHEET NO. 2

RULES AND REGULATIONS

APPLICABILITY: All wholesale water users regulated by the Public Service Commission purchasing water from the FEWPB for resale.

KENTUCKY RIVER AUTHORITY WITHDRAWAL FEE:

| | |
|--|--|
| Tier I Fee | 2.2 cents per thousand gallons |
| Tier II Fee | <u>13.0 cents per thousand gallons</u> |
| Subtotal | 15.2 cents per thousand gallons |
| Adjustment to recover the full cost of the KRA Fee | 4.8 cents per thousand gallons |
| Total for separate line item | 20.0 cents per thousand gallons |

NOTE: This adjustment recovers the Kentucky River Authority withdrawal fee adjusted for water loss. All other charges remain in full force and effect.

DATE OF ISSUE: June 28, 2013
MONTH DATE YEAR

DATE EFFECTIVE: July 28, 2013
MONTH DATE YEAR

ISSUED BY: *Heather Bammiter*
SIGNATURE OF OFFICER

TITLE: General Manager

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