

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF ELKHORN WATER DISTRICT )	CASE NO.
FOR A PURCHASED WATER ADJUSTMENT )	2014-00405

ORDER

On November 21, 2014, Elkhorn Water District (“Elkhorn”) submitted an application for approval to adjust its rates pursuant to the purchased water adjustment procedure.<sup>1</sup>

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

1. Elkhorn purchases water from the Frankfort Electric & Water Plant Board (“Frankfort”).

2. On November 12, 2014, Frankfort increased its wholesale water rate to Elkhorn from \$2.01 per 1,000 gallons to \$2.25 per 1,000 gallons.<sup>2</sup> Elkhorn proposed to increase the water rates to its customers effective November 18, 2014.

3. During the 12 months ended September 30, 2014, Elkhorn purchased 65,264,900 gallons of water from Frankfort and sold 54,024,500 gallons of water. The increase in the cost of purchased water is \$15,663.58, resulting in a purchased water adjustment factor of \$0.29 per 1,000 gallons.

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<sup>1</sup> KRS 278.015; 807 KAR 5:068.

<sup>2</sup> Case No. 2014-00254, Proposed Adjustment of the Wholesale Water Service Rates of Frankfort Electric and Water Plant Board (Ky. PSC Nov. 12, 2014).

4. The purchased water adjustment of \$0.29 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

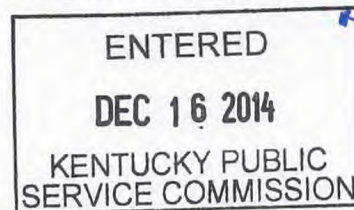
5. Elkhorn's proposed rates, as set forth in Appendix B to this Order, are fair, just, and reasonable and should be approved for water service rendered on and after November 18, 2014.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.29 per 1,000 gallons is approved.  
2. Elkhorn's proposed rates are approved for service rendered on or after November 18, 2014.

3. Within 20 days of the date of this Order, Elkhorn 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. 2014-00405 DATED **DEC 16 2014**

	New Rate	Base Rate
Elkhorn		
Purchases in gallons	65,264,900	65,264,900
Volumetric rate	<u>\$ 2.25/1,000</u>	<u>\$2.01/1,000</u>
	\$146,846.03	\$131,182.45
	Increased water cost	\$15,663.58

Increased water cost	\$ 15,663.58
Divided by gallons sold/1,000	<u>54,024,500</u>
	\$ 0.2899

Purchased water adjustment factor \$0.29 per 1,000 gallons



## APPENDIX B

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00405 DATED **DEC 16 2014**

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

##### 5/8- X 3/4-Inch Meters

First 2,000 Gallons	\$14.93 Minimum Bill
Next 3,000 Gallons	5.82 Per 1,000 Gallons
Next 5,000 Gallons	5.24 Per 1,000 Gallons
Over 10,000 Gallons	4.01 Per 1,000 Gallons

##### 1-Inch Meters

First 5,000 Gallons	\$32.39 Minimum Bill
Next 5,000 Gallons	5.24 Per 1,000 Gallons
Over 10,000 Gallons	4.01 Per 1,000 Gallons

##### 1 1/2-Inch Meters

First 10,000 Gallons	\$58.59 Minimum Bill
Over 10,000 Gallons	4.01 Per 1,000 Gallons

##### Mobile Home Parks

##### Monthly Minimum Bills

South Creek	15,000 Gallons	\$111.98
Elkhorn	76,000 Gallons	\$567.34
Capital	125,000 Gallons	\$933.13

##### Emergency Wholesale Rate

\$4.01 Per 1,000 Gallons

Michael Dudgeon  
Chairman  
Elkhorn Water District  
P. O. Box 67  
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