

**ELKHORN WATER DISTRICT**

7165 U.S.127 North  
Frankfort, Kentucky 40601

Michael Dudgeon,  
Chairman

(502) 695-4431

April 14, 2017

**RECEIVED**

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

re: Tariff Revisions

APR 24 2017

Public Service  
Commission

To the COMMISSION:

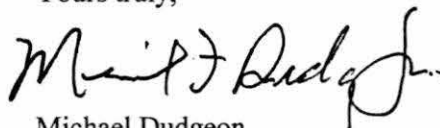
The Elkhorn Water District of Franklin County, Kentucky, respectfully requests that the COMMISSION allow us to make an adjustment in our rates in accordance with 807 KAR 5:067, Purchased Water Adjustment Clause.

The District has been told by the P.S.C. that its supplier, Frankfort Electric & Water Plant Board has been granted an increase which will take effect on November 12, 2016. We further ask the COMMISSION for a deviation from 807 KAR 5:068 Section 1(5) to allow us to capture two years of pass through increases.

- 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. Supplier's Tariff Sheet

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

Yours truly,



Michael Dudgeon  
Board Chairman

MD:pac

cc: Warner Broughman, III, Engineer

Enclosures

**RECEIVED**

APR 24 2017

PUBLIC SERVICE  
COMMISSION

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

Name of Utility	ELKHORN WATER DISTRICT		
Date	FEBRUARY 2017		
Address	7165 U.S. 127 NORTH		
City, State, Zip	FRANKFORT, KY	40601	
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	2.25	2.45	
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	JANUARY 2016	through	DECEMBER 2016
	(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.			

EXHIBIT A

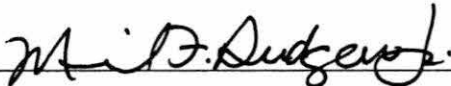
Supplier(s)	Gallons Purchased during 12 month period
FRANKFORT PLANT BOARD	67,773,000
TOTAL PURCHASES	67,773,548
4. Total gallons sold for the 12 month period	51,891,489
5. Increased water cost	\$13,554.60
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	\$0.27
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.	
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.	
7. Proposed effective date	MARCH 1, 2016
 Signature of Utility Officer	
CHAIRMAN	
Title	

EXHIBIT A

# NOTICE TO THE PUBLIC OF UTILITY RATE CHANGE

## *Elkhorn Water District*

Due to an increase from its supplier, Elkhorn Water District ("Elkhorn") has asked for approval from the Public Service Commission to adjust its rates for water service rendered on and after May 1, 2017.

<u>Monthly Rates</u>				
	<u>Prior Rates</u>	<u>New Rates</u>	<u>\$ Change</u>	<u>% Change</u>
<b><u>5/8 inch x 3/4 Meter</u></b>				
First 2,000 Gallons (Minimum Bill)	\$14.93	\$15.47	.54	3.6% Increase
Next 3,000 Gallons (per 1,000 gallons)	\$ 5.82	\$ 6.09	.27	4.6% Increase
Next 5,000 Gallons (per 1,000 gallons)	\$ 5.24	\$ 5.51	.27	5.2% Increase
Over 10,000 Gallons (per 1,000 gallons)	\$ 4.01	\$ 4.84	.27	6.7% Increase
<b><u>1-inch Meter</u></b>	<b><u>Prior Rates</u></b>	<b><u>New Rates</u></b>	<b><u>\$ Change</u></b>	<b><u>% Change</u></b>
5,000 Gallons (min. bill)	\$32.39	\$33.74	\$1.35	4.2% Increase
<b><u>1-1/2 Meter</u></b>	<b><u>Prior Rates</u></b>	<b><u>New Rates</u></b>	<b><u>\$ Change</u></b>	<b><u>% Change</u></b>
10,000 Gallons (min. bill)	\$58.59	\$61.29	\$2.70	4.6% Increase
<b><u>Mobil Home Parks</u></b>	<b><u>Prior Rates</u></b>	<b><u>New Rates</u></b>	<b><u>\$ Change</u></b>	<b><u>% Change</u></b>
Southcreek	\$111.98	\$116.03	\$4.05	3.6% Increase
Elkhorn	\$567.34	\$587.86	\$20.52	3.6% Increase
Capital	\$933.13	\$966.88	\$33.75	3.6% Increase
<b><u>Emergency Wholesale Rate</u></b>	<b><u>Prior Rates</u></b>	<b><u>New Rates</u></b>	<b><u>\$ Change</u></b>	<b><u>% Change</u></b>
	\$4.01	\$4.28	\$0.27	6.7% Increase

The monthly bill for an average customer using 5,000 gallons of water each month will increase \$1.35 (or 4.2%) from \$32.39 to \$33.74.

A person may examine this application at Elkhorn Water District office located at 7165 U.S. 127 North in Frankfort, Kentucky.

A person may also examine this application at the Public Service Commission, located at 211 Sower Boulevard, Frankfort, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m. or on the PSC website at <http://psc.ky.gov>; telephone (502) 564-3940.

### EXHIBIT B

Elkhorn Water District  
P.O. Box 97  
Frankfort, KY 40602

P.S.C. KY No. 2017-00

Cancelling P.S.C. KY No. 2014-00405  
(Sheet No.)

**USAGE BLOCKS**

**MONTHLY RATES**

First 2,000 gallons	15.47	Minimum Bill
Next 3,000 gallons	6.09	per 1,000 gallons
Over 5,000 gallons	5.51	per 1,000 gallons
Over 10,000 gallons	4.28	per 1,000 gallons

**Meter Sizes**

**Monthly Minimum Bills**

1 Inch meter	5,000 gallons	\$33.74
1-1/2 inch meter	10,000 gallons	\$61.29

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

**Mobile Home Parks**

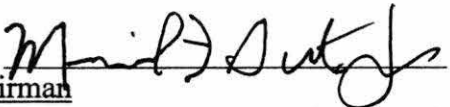
**Monthly  
Minimum Bills**

Southcreek	15,000 gallons	\$ 116.03
Elkhorn	76,000 gallons	\$ 587.86
Capital	125,000 gallons	\$ 966.88

Emergency Wholesale Rate                      Per      1,000 gallons      \$      4.28

Anyone who wishes to purchase water at the emergency wholesale rate shall pay any Costs associated with the emergency hookup.

Date of Issue: February 14, 2017                      Date Effective: May 1, 2017

Issued by:   
Title: Chairman  
Issued by the authority of an Order of the Public Service  
Commission of Kentucky  
in Case No. \_\_\_\_\_ Dated \_\_\_\_\_

**RESOLUTION**

**RESOLUTION OF THE Elkhorn 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 Elkhorn 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 Michael Dudgeon 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 November 15, 2016.

Elkhorn Water District



Title: Chairman

ATTESTED:



Title: Secretary

FOR Entire Service Area

P.S.C. KY. NO. 1

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

1<sup>st</sup> Revised 1 SHEET NO. 1

CANCELLING P.S.C. KY. NO. 1

Original 1 SHEET NO. 1

**RATES & CHARGES**

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

AVAILABILITY OF SERVICE: To all water districts.

RATE: Year 1 (November 12, 2014 – October 31, 2015) - \$2.25 per 1,000 gallons  
Year 2 (November 1, 2015 – October 31, 2016) - \$2.35 per 1,000 gallons  
Year 3 (November 1, 2016 – October 31, 2017) - \$2.45 per 1,000 gallons  
On and After November 1, 2017 - \$2.55 per 1,000 gallons

CONDITIONS OF SERVICE: Pursuant to contract.

NOTE: As of November 12, 2014, this tariff sheet cancels and replaces all other tariff sheets on file containing general rates applicable to wholesale water districts and implements the general rates established herein. FPB's tariff sheet containing charges for the Kentucky River Authority withdrawal fee on file with the Commission shall remain in full force and effect.

DATE OF ISSUE: October 10, 2014  
MONTH / DATE / YEAR  
DATE EFFECTIVE: November 12, 2014  
MONTH / DATE / YEAR  
ISSUED BY: Herb Bannister  
SIGNATURE OF OFFICER  
TITLE: General Manager  
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE  
NO. 2014-00254 DATED: November 12, 2014, December 3, 2014

<b>KENTUCKY PUBLIC SERVICE COMMISSION</b>
<b>JEFF R. DEROUEN EXECUTIVE DIRECTOR</b>
TARIFF BRANCH
<u>Brent Kirtley</u> EFFECTIVE
<b>11/12/2014</b>
PURSUANT TO 807 KAR 5:011 SECTION 9 (1)