

FILED

FEB 11 2005

PUBLIC SERVICE  
COMMISSION

Elkhorn Water District  
P.O. Box 67  
Frankfort, KY 40602

March 7, 2005

RECEIVED

MAR 11 2005

PUBLIC SERVICE  
COMMISSION

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

Case No. 2005-00111

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.

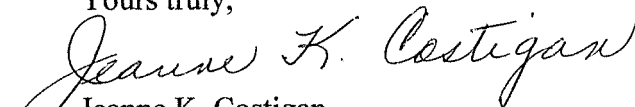
The District purchased 97,181,500 gallons from February 2004 to January 2005. The District sold 87,615,100 to its customers. The effective cost of water purchased was 1.468 during the test period. With the wholesale increase by the Frankfort Electric and Water Plant Board the new cost is expected to be 1.589 making the total new cost \$154,421.40. The difference between the old cost and new cost is expected to be \$11,758.96; 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:

- Exhibit A. Purchased Water Rate Adjustment
- Exhibit B. Copy of Wholesale Tariff
- Exhibit C. Statement of Water Purchased and Sold
- Exhibit D. Notice to Customers
- Exhibit E. Tariff Sheet

If you have any questions, please contact Jolene Parris at (502) 605-4431, as she is handling this matter.

Yours truly,

  
Jeanne K. Costigan  
Chairman

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

Elkhorn Water District  
 (Name of Utility)

March 6, 2005  
 (Date)

P.O. Box 67  
 (Address)

Frankfort, Kentucky 40602  
 (City, State)

(502) 695-4431  
 (Telephone Number)

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 COMMISSION

- 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 shedule must be shown. Attach additional sheets if necessary.

<u>Supplier(s)</u>	<u>Base Rate</u>	<u>Changed Rate</u>
<u>Frankfort Electric &amp; Water Plant Board</u>	<u>1.468 per 1,000</u>	<u>1.589 per 1,000</u>
_____	_____	_____
_____	_____	_____

\*Please note that we are presently paying \$1.468 for water purchased from Frankfort Electric & Water Plant Board due to the increase resulting from the Kentucky River Authority fee.

- 1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit B.
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 2004 through January 2005  
 (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 Electric & Water Plant Board	97,181,500
TOTAL PURCHASES	97,181,500

4. Total sales for the 12 month period 87,615,100

5. Increased water cost 11,758.96.

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.

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.

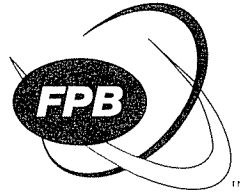
7. Proposed effective date March 22, 2005.

  
(Signature of Utility Officer)

CHAIRMAN

\_\_\_\_\_  
(Title)

Warner Caines  
General Manager



\* Electric \* Water \* Cable  
\* Cable Advertising \* Community TV

Frankfort Plant Board

February 18, 2005

Mrs. Jean Costigan, Chairman  
Elkhorn Water District  
3851 Georgetown Road  
Frankfort, Kentucky 40601

RE: Proposed Water Rate Increase

Dear Mrs. Costigan:

At their Regular Board Meeting on February 15, 2005, the Board of Directors of the Frankfort Plant Board approved the proposed water rate increase to all Resale Customers effective 30 days after notification has been given to the Public Service Commission. The Public Service Commission was notified on February 17, 2005. Any consumption used after March 19, 2005 will be calculated at the new rate of \$1.539 per 1,000 gallons.

Should you have any questions, please feel free to contact me at 502-352-4377.

Sincerely,

A handwritten signature in black ink, appearing to read "Warner J. Caines", written over a white background.

Warner J. Caines  
General Manager

WJC/abb  
Cc: Chron File

*Rec. 2-19-05*

*Equal Opportunity/Affirmative Action Employer*

CITY OF FRANKFORT, KY.

FRANKFORT ELECTRIC AND WATER PLANT BOARD

NOTICE TO CUSTOMERS

WATER RATE ADJUSTMENT

PUBLIC SERVICE COMMISSION

Pursuant to the Regulations of the Public Service Commission (Commission), the Frankfort Electric and Water Plant Board (FEWPB) gives Notice that it has filed a water rate increase for the Peaks Mill Water District, Farmdale Water District, North Shelby Water District, U.S. 60 Water District, South Anderson Water District and Elkhorn Water District with the Commission. It proposes the rate listed below, which is approximately an 8.5% increase over the current rate to be effective March 21, 2005. This would be an average annual increase of approximately \$8.71 for a customer using 6,000 gallons per month. Further information may be obtained from the Commission or the FEWPB. The rates proposed in this Notice may be modified by the Commission. Such action by the Commission may result in the rates being higher or lower than those proposed by the FEWPB.

Any corporation, association, body politic or person may by timely motion, within 30 days of this Notice, request intervention in this case. Intervention beyond the 30 day period may be granted for good cause shown. The Motion must be submitted to the Public Service Commission, 211 Sower Blvd., Box 615, Frankfort, Ky. 40602 and should state the grounds for the request, including the interest and status of the party. Intervenors may obtain copies of the Application and any testimony filed by contacting the FEWPB at the address below. A copy of the Application is available for public review at the office of the FEWPB and at the Public Service Commission, 211 Sower Blvd., Frankfort, Ky. 40601, (502) 564-3940.

Warner Caines  
General Manager  
317 W. Second St.  
Frankfort, KY 40601  
(502) 223-3401

Peaks Mill Water District  
Farmdale Water District  
U.S. 60 Water District

South Anderson Water District  
North Shelby Water District  
Elkhorn Water District

Current rate: \$1.418 per 1000 gallons  
Proposed rate: \$1.539 per 1000 gallons

JOHN N. HUGHES  
*Attorney at Law*  
Professional Service Corporation  
124 WEST TODD STREET  
FRANKFORT, KENTUCKY 40601

Telephone:  
(502) 227-7270

Telecopier:  
(502) 875-7059

February 18, 2005

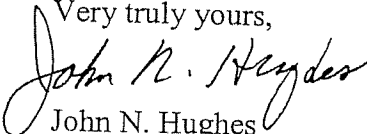
Beth O'Donnell  
Executive Director  
Public Service Commission  
211 Sower Blvd.  
Frankfort, KY 40601

Re: Wholesale water adjustment

Dear Ms. O'Donnell:

Please accept for filing the attached tariff reflecting a wholesale water increase of the Frankfort Electric and Water Plant Board. The increase affects all regulated wholesale customers. Attached is a copy of the notice mailed to each of those customers and a copy of a notice provided to the customers of a FEWPB public meeting of January 18, 2005 to discuss the proposed rate increase. The Board approved the rate increase at its February 15, 2005 meeting.

If additional information is needed, or if there are questions about this change of rates, please contact me.

Very truly yours,  
  
John N. Hughes

Attorney for the Frankfort  
Electric and Water Plant Board

Form for filing Rate Schedules For Entire Service Area  
Community, Town or City

P.S.C. NO. 1

Original SHEET NO. 1

Frankfort Electric and  
Water Plant Board  
Name of Issuing Corporation

CANCELLING P.S.C. NO. 1

Revised SHEET NO. 3

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CLASSIFICATION OF SERVICE

Wholesale Water Rate

APPLICABILITY: All wholesale water users regulated by the Public Service Commission purchasing water from the FEWPB that is to be resold.

AVAILABILITY OF SERVICE: To all water districts.

RATE: \$1.539per 1000 gallons

CONDITIONS OF SERVICE: Pursuant to contract.

DATE OF ISSUE February, 18, 2005

DATE EFFECTIVE March 21, 2005

ISSUED BY Warner Caines  
Name of Officer

TITLE General Manager



## **WATER PURCHASED AND SOLD**

	<u>WATER PURCHASED</u>	<u>WATER SOLD</u>
Febuary	7,915,200	7,966,900
March	9,398,800	6,104,700
April	7,046,900	6,686,000
May	7,434,200	6,726,000
June	7,462,600	7,297,000
July	8,990,800	8,506,500
August	8,401,300	7,012,500
September	8,412,200	7,749,500
October	8,795,600	7,726,500
November	8,148,100	6,965,500
December	7,120,900	6,900,000
January	8,054,900	7,974,000
<b>TOTAL</b>	<b>97,181,500</b>	<b>87,615,100</b>

## NOTICE TO CUSTOMERS

Elkhorn Water District has been awarded a rate increase by the Public Service Commission. The change is made necessary due to an 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	\$10.64 Minimum Bill
Next 3,000 gallons per month	3.99 per 1,000 Gallons
Next 5,000 gallons per month	3.52 per 1,000 Gallons
All over 10,000 gallons per month	2.52 per 1,000 Gallons

#### General Service Meters

5/8 inch	2,000 gallons	\$10.64
1 inch	5,000 gallons	22.61
1 ½ inch	10,000 gallons	40.21
2 inch	16,000 gallons	55.33

#### Mobile Home Parks

McConnell	15,000 gallons	\$ 79.80
Elkhorn	76,000 gallons	404.32
Capital	124,000 gallons	665.00

#### Stamping Ground

2.42 per 1,000 gallons

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

EXHIBIT D

FOR \_\_\_\_\_  
Community, Town or City

P.S.C. KY. NO. \_\_\_\_\_

\_\_\_\_\_ SHEET NO. \_\_\_\_\_

CANCELLING P.S.C. KY. NO. \_\_\_\_\_

\_\_\_\_\_ SHEET NO. \_\_\_\_\_

\_\_\_\_\_  
(Name of Utility)

RATES AND CHARGES

Usage Blocks

First 2,000 Gallons  
Next 3,000 Gallons  
Next 5,000 Gallons  
Over 10,000 Gallons

Monthly Rates

\$10.64 Minimum Bill  
3.99 Per 1,000 Gallons  
3.52 Per 1,000 Gallons  
2.52 Per 1,000 Gallons

Meter Sizes

5/8 x 3/4 Inch Meter  
1 Inch Meter  
1 1/2 Inch Meter  
2 Inch Meter

Monthly Minimum Bills

2,000 Gallons \$10.64  
5,000 Gallons 22.61  
10,000 Gallons 40.21  
16,000 Gallons 55.33

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

Mobile Home Parks

McConnell  
Elkhorn  
Capital

Monthly Minimum Bills

15,000 Gallons \$79.80  
76,000 Gallons 404.32  
125,000 Gallons 665.00

Minimum for mobile home parks are determined by multiplying the number of spaces available by one-half the minimum usage allowance and minimum bill for general service. All usage in excess of the minimum is billed at general service rates.

Stamping Ground shall be billed at \$2.42 per 1,000 gallons of usage.

DATE OF ISSUE \_\_\_\_\_  
Month / Date / Year

DATE EFFECTIVE \_\_\_\_\_

ISSUED BY Jeannette K. Costigan  
Month / Date / Year  
(Signature of Officer)

TITLE Chairman

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

For Entire Area Served  
Community, Town or City

P.S.C. NO. \_\_\_\_\_

SHEET NO. \_\_\_\_\_

CANCELLING P.S.C. NO. \_\_\_\_\_

SHEET NO. \_\_\_\_\_

Name of Issuing Corporation \_\_\_\_\_

CLASSIFICATION OF SERVICE

		RATE PER UNIT
<b>Monthly Rates</b>		
	<b>General Service</b>	
First 2,000 gallons	\$10.64 Minimum Bill	
Next 3,000 gallons	3.99 per 1,000 gallons	
Next 5,000 gallons	3.52 per 1,000 gallons	
Over 10,000 gallons	2.52 per 1,000 gallons	
<b>General Service Meters</b>		
	<b>Minimum Bills</b>	
5/8 inch	2,000 gallons	\$10.64
1 inch	5,000 gallons	22.61
1 1/2 inch	10,000 gallons	40.21
2 inch	16,000 gallons	55.33
All usage in excess of the minimum shall be billed according to the General Rate Schedule.		
<b>Mobile Home Parks</b>		
McConnell	15,000 gallons	\$ 79.80
Elkhorn	76,000 gallons	404.32
Capital	125,000 gallons	665.00
Stamping Ground \$2.42 per 1,000 gallons.		
Minimum for mobile park homes is determined by multiplying the number of spaces available by one-half the minimum usage allowance and minimum bill for general service. All usage in excess of the minimum is billed at general service rates.		

DATE OF ISSUE \_\_\_\_\_

DATE EFFECTIVE \_\_\_\_\_

ISSUED BY Jeanne K. Costigan  
Name of Officer

TITLE Chairman

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