

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF ELKHORN WATER )  
DISTRICT FOR RATE ADJUSTMENT ) CASE NO.  
PURSUANT TO 807 KAR 5:076 ) 2018-00145

ORDER

On December 17, 2018, Elkhorn Water District (Elkhorn District) submitted its initial comments to the Commission Staff (Staff) Report (Staff Report) issued December 3, 2018. In its initial comments, Elkhorn District asserted that Staff failed to include in its revenue requirement calculation the amortization of costs incurred in previous purchased water cases. After an Informal Conference was conducted to discuss this concern, Elkhorn District submitted subsequent comments on February 15, 2019, that accepted the findings and recommendations contained in the Staff Report. Elkhorn District also requested to amend its application to request the revenue requirement and rates set forth in the Staff Report.

Having reviewed Elkhorn District's December 18, 2018 and February 15, 2019 comments, the Commission finds that:

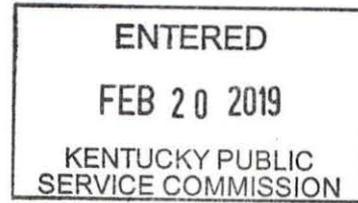
1. Within 14 days of the date of this Order, Elkhorn District shall notify its customers of the implementation of the rates calculated in the Staff Report by publishing notice of the increase in a newspaper of general circulation in its territory or placing an insert in bills rendered to its customers. The customer notice shall be in the format set forth in the Appendix to this Order.

2. Elkhorn District shall provide proof of publication of the notice to the Commission no later than March 8, 2019.

3. If the Commission does not receive any written requests for intervention or a hearing in this matter within 30 days of publication of new rates, this case shall stand submitted to the Commission for decision based upon the existing record.

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By the Commission



ATTEST:

  
Executive Director

## APPENDIX

### NOTICE TO THE CUSTOMERS OF ELKHORN WATER DISTRICT

#### NOTICE

On August 20, 2018, the Kentucky Public Service Commission (PSC) accepted for filing Elkhorn Water District's (Elkhorn District) application requesting to increase its revenue from water sales by \$10,881, or 3.56 percent. After performing a review of Elkhorn District's application and financial records, the PSC Staff recommended that Elkhorn District be granted an increase in water service revenues of \$22,862, or 7.34 percent. Pursuant to the PSC's Order of September 12, 2018, in Case No. 2018-00145, Elkhorn District requested that the PSC approve the PSC Staff-recommended revenue requirement.

			Existing Rates		Amended Rates		\$ Change	% Change
<b>5/8 " x 3/4" Meters</b>								
First	2,000	Gallons	\$ 15.95	Min. Bill	\$ 17.12	Min. Bill	\$ 1.17	7.34%
Next	3,000	Gallons	\$ 6.33	per 1,000 Gal	\$ 6.80	per 1,000 Gal	\$ 0.47	7.42%
Next	5,000	Gallons	\$ 5.75	per 1,000 Gal	\$ 6.17	per 1,000 Gal	\$ 0.42	7.30%
Over	10,000	Gallons	\$ 4.52	per 1,000 Gal	\$ 4.85	per 1,000 Gal	\$ 0.33	7.30%
<b>1" Meters</b>								
First	5,000	Gallons	\$ 34.94	Min. Bill	\$ 37.52	Min. Bill	\$ 2.58	7.38%
Next	5,000	Gallons	\$ 5.75	per 1,000 Gal	\$ 6.17	per 1,000 Gal	\$ 0.42	7.30%
Over	10,000	Gallons	\$ 4.52	per 1,000 Gal	\$ 4.85	per 1,000 Gal	\$ 0.33	7.30%
<b>1 1/2" Meters</b>								
First	10,000	Gallons	\$ 63.69	Min. Bill	\$ 68.36	Min. Bill	\$ 4.67	7.33%
Over	10,000	Gallons	\$ 4.52	per 1,000 Gal	\$ 4.85	per 1,000 Gal	\$ 0.33	7.30%
<b>Mobile Home Parks*</b>								
South Creek	15,000	Gallons	\$ 119.63	Min. Bill	\$ 128.40	Min. Bill	\$ 8.77	7.33%
Elkhorn	125,000	Gallons	\$ 606.10	Min. Bill	\$ 650.59	Min. Bill	\$ 44.49	7.34%
Capital	125,000	Gallons	\$ 996.88	Min. Bill	\$1,070.05	Min. Bill	\$ 73.17	7.34%
<b>Emergency Wholesale Rate</b>			\$ 4.52	per 1,000 Gal	\$ 4.85	per 1,000 Gal	\$ 0.33	7.30%

\* All mobile home park usage above the minimum gallons is billed at the rate for usages over 10,000 Gallons.

The amended water rates Elkhorn District requests would increase the monthly bill of a typical residential water customer using 5,000 gallons of water per month by \$2.58, from \$34.94 to \$37.52, or approximately 7.38 percent.

This filing may be examined at the offices of Elkhorn District located at the Peaks Mill Water District office, 7165 US 127 North, Frankfort, Kentucky.

This filing may also be examined at the offices of the Public Service Commission located at 211 Sower Boulevard, Frankfort, Kentucky, Monday–Friday from 8:00 a.m.–4:30 p.m. or on the PSC website at <https://psc.ky.gov/>.

A copy of the PSC Staff report can be found at the following address:  
[https://psc.ky.gov/order\\_vault/Orders\\_2018/201700371\\_01032018.pdf](https://psc.ky.gov/order_vault/Orders_2018/201700371_01032018.pdf)

Any person may submit comments on the proposed rates. Comments shall be in writing and shall be submitted to the Executive Director, Public Service Commission, 211 Sower Boulevard, P.O. Box 615, Frankfort, Kentucky, 40602. Comments may also be submitted by electronic mail to [psc.info@ky.gov](mailto:psc.info@ky.gov). If the Commission does not receive any objections or requests for intervention establishing the grounds for the request including the status and interest of the party or requests for hearing in this matter within thirty (30) days of initial publication or mailing of the notice, the Commission may take final action on the application and shall proceed to render a decision in the matter.

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Frankfort, KY 40602

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