

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT                    )  
FILING OF ELKHORN WATER DISTRICT            ) CASE NO. 2013-00098

ORDER

On March 12, 2013, Elkhorn Water District ("Elkhorn") applied 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 Frankfort Electric and Water Plant Board ("Frankfort").
2. On April 1, 2013, Frankfort increased its wholesale rate to Elkhorn from \$1.91 per 1,000 gallons to \$2.01 per 1,000 gallons.
3. On February 5, 2013, Elkhorn's Board of Commissioners approved an adjustment to Elkhorn's rates to reflect the increase in the cost of Elkhorn's purchased water, effective April 1, 2013.
4. Elkhorn proposes to apply a purchased water adjustment factor of \$0.13 per 1,000 gallons to recover the increased cost of purchased water.
5. During the 12 months ending January 31, 2013, Elkhorn purchased 65,363,500 gallons of water from Frankfort and sold 53,187,500 gallons. As a result of the increase in Frankfort's wholesale rate, Elkhorn's cost of purchased water will

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

increase \$6,536.35, resulting in a purchased water adjustment factor of \$0.13 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.13 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. Elkhorn's proposed rates, which are set forth in Appendix B to this Order, are fair, just, and reasonable and should be assessed for water service that Elkhorn renders on and after April 1, 2012.

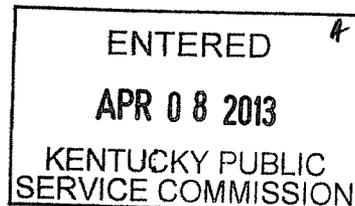
IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.13 per 1,000 gallons is approved.

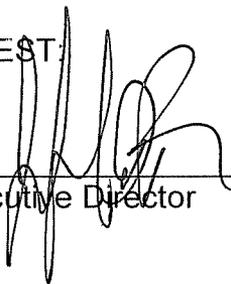
2. The rates in Appendix B are approved for service that Elkhorn renders on or after April 1, 2013.

3. Elkhorn's proposed tariff sheet filed with the application is approved.

By the Commission



ATTEST:

  
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Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2013-00098 DATED APR 08 2013

	New Rate	Base Rate
Frankfort		
Purchases in gallons	65,363,500	65,363,500
Volumetric rate	<u>\$ 2.01</u>	<u>\$ 1.91</u>
	\$131,380.64	\$124,844.29
	Increased water cost	\$6,536.35
Increased water cost	\$ 6,536.35	
Divided by gallons sold/1,000	<u>53,187,500</u>	
	\$ 0.123	
Purchased water adjustment factor		\$0.13 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2013-00098 DATED APR 08 2013

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 Water Rates

5/8-Inch Meter

First	2,000 gallons	\$14.11	Minimum Bill
Next	3,000 gallons	5.41	per 1,000 gallons
Next	5,000 gallons	4.83	per 1,000 gallons
Over	10,000 gallons	3.60	per 1,000 gallons

1-Inch Meter

First	5,000 gallons	\$30.34	Minimum Bill
Next	5,000 gallons	4.83	per 1,000 gallons
Over	10,000 gallons	3.60	per 1,000 gallons

1 1/2-Inch Meter

First	10,000 gallons	\$54.49	Minimum Bill
Over	10,000 gallons	3.60	per 1,000 gallons

Mobile Home Parks

McConnell

First	15,000 gallons	\$105.83	Minimum Bill
Over	15,000 gallons	3.60	per 1,000 gallons

Elkhorn

First	76,000 gallons	\$536.18	Minimum Bill
Over	76,000 gallons	3.60	per 1,000 gallons

Capital

First	125,000 gallons	\$881.88	Minimum Bill
Over	125,000 gallons	3.60	per 1,000 gallons

Emergency Wholesale Rate		\$3.60	per 1,000 gallons
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Michael Dudgeon  
Chairman  
Elkhorn Water District  
P. O. Box 67  
Frankfort, KY 40602