

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF PEAKS MILL WATER) CASE NO. 2013-00134
DISTRICT)

ORDER

On April 1, 2013, Peaks Mill Water District (“Peaks Mill”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

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

1. Peaks Mill purchases water from Frankfort Electric and Water Plant Board (“Frankfort”) and Kentucky American Water Company (Kentucky American).
2. On April 1, 2013, Frankfort increased its wholesale water volumetric rate to Peaks Mill from \$1.9214 per 1,000 gallons to \$2.01 per 1,000 gallons.²
3. On April 15, 2013, Peaks Mill increased its rates for water service to reflect the increased purchased water costs.
4. Peaks Mill proposes to apply a purchased water adjustment factor of \$0.14 per 1,000 gallons to its rates.
5. During the 12 months ended February 28, 2013, Peaks Mill purchased 91,300,100 gallons of water from Frankfort and 605,450 gallons of water from Kentucky American. It sold 59,481,000 gallons of water during the same period.

¹ KRS 278.015; 807 KAR 5:068.

² Case No. 2010-00485, Proposed Adjustment of the Wholesale Water Service Rates of Frankfort Electric and Water Plant Board (Ky. PSC Mar. 16, 2011).

6. The purchased water adjustment factor of \$0.14 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

7. The rates set forth in Appendix B to this Order are fair, just, and reasonable and should be approved for water service that Peaks Mill renders on and after April 15, 2013.

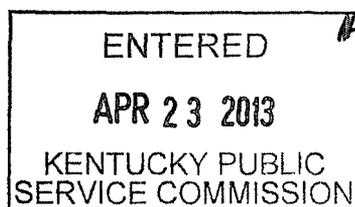
IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.14 per 1,000 gallons is approved.

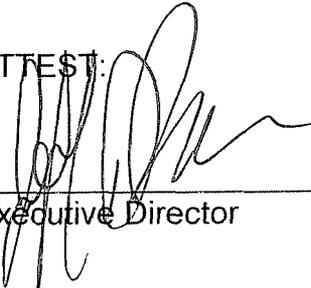
2. The rates set forth in Appendix B are approved for water service that Peaks Mill renders on or after April 15, 2013.

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

By the Commission



ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2013-00134 DATED APR 23 2013

	New Rate	Base Rate
Frankfort		
Purchases in gallons	91,300,100	91,300,100
Volumetric rate	<u>\$ 2.01/1,000</u>	<u>\$ 1.9214/1,000</u>
	\$183,513.20	\$ 175,424.01
Increased water cost		\$8,089.19

Increased water cost	\$ 8,089.19
Divided by gallons sold/1,000	<u>59,481,000</u>
Purchased water adjustment factor	\$ 0.1359
	or \$ 0.14

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2013-00134 DATED APR 23 2013

The following rates and charges are prescribed for the customers in the area served by Peaks Mill 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

First	2,000 gallons	\$25.92	Minimum Bill
Next	3,000 gallons	8.65	per 1,000 gallons
Next	5,000 gallons	7.43	per 1,000 gallons
Over	10,000 gallons	6.21	per 1,000 gallons

Church Quarles
Peaks Mill Water District
7165 US 127 North
Frankfort, KY 40601