

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	
FILING OF ELKHORN WATER)	CASE NO. 2013-00294
DISTRICT)	

ORDER

On July 18, 2013, Elkhorn Water District (“Elkhorn”) 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. Elkhorn purchases water from Frankfort Plant Board (“Frankfort”).
2. On July 28, 2013, Frankfort increased the Kentucky River Authority fee portion of its wholesale rate to Elkhorn from \$0.1079 per 1,000 gallons to \$0.20 per 1,000 gallons.²
3. Elkhorn proposes to increase the water rates to its customers effective August 18, 2013.
4. During the 12 months ended May 31, 2013, Elkhorn purchased a total of 64,849,400 gallons of water from Frankfort and sold 53,146,000 gallons. The increase in the cost of purchased water is \$5,972.63 resulting in a purchased water adjustment of \$0.12 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2013-00507 (Ky. PSC filed June 28, 2013); Letter from David Brent Kirtley, Manager, Public Service Commission, to Hance Price, Staff Attorney, Frankfort Plant Board (July 29, 2013).

6. The rates set forth in Appendix B to this Order, are fair, just, and reasonable and should be approved for service rendered on and after August 18, 2013.

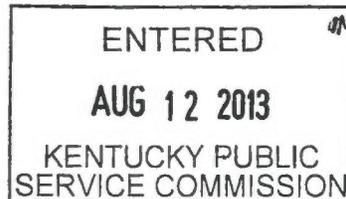
7. The purchased water adjustment of \$0.12 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. Elkhorn's proposed rates are approved.
2. The purchased water adjustment of \$0.12 per 1,000 gallons is approved.
3. The rates set forth in Appendix B are approved for service rendered on or after August 18, 2013.

4. Within 20 days of the date of this Order, Elkhorn shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission



ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2013-00294 DATED **AUG 12 2013**

	New Rate	Base Rate
Elkhorn Water		
Purchases in gallons	64,849,400	64,849,400
Volumetric rate	<u>\$0.20/1,000</u>	<u>\$0.1079/1,000</u>
	\$ 12,969.88	\$ 6,997.25
Increased water cost		\$5,972.63
Increased water cost		\$ 5,972.63
Divided by gallons sold/1,000		<u>53,146,000</u>
		\$ 0.1123
Purchased water adjustment factor		\$0.12 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2013-00294 DATED **AUG 12 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 Rates

5/8- X 3/4-Inch Meters

First 2,000 Gallons	\$14.35 Minimum Bill
Next 3,000 Gallons	5.53 Per 1,000 Gallons
Next 5,000 Gallons	4.95 Per 1,000 Gallons
Over 10,000 Gallons	3.72 Per 1,000 Gallons

1-inch Meters

First 5,000 Gallons	\$30.94 Minimum Bill
Next 5,000 Gallons	4.95 Per 1,000 Gallons
Over 10,000 Gallons	3.72 Per 1,000 Gallons

1 1/2-Inch Meters

First 10,000 Gallons	\$55.69 Minimum Bill
Over 10,000 Gallons	3.72 Per 1,000 Gallons

Mobile Home Parks

Monthly Minimum Bills

McConnell	15,000 Gallons	\$107.63
Elkhorn	76,000 Gallons	\$545.30
Capital	125,000 Gallons	\$896.88

Emergency Wholesale Rate

\$3.72 Per 1,000 Gallons

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