

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF ELKHORN WATER DISTRICT) CASE NO. 2009-00003

O R D E R

On January 6, 2009, 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 Electric and Water Plant Board (“Frankfort”).
2. On December 8, 2008, Frankfort increased the general rate component of its wholesale service rate from \$1.539 per 1,000 gallons to \$1.822 per 1,000 gallons.
3. On or about December 19, 2008, Elkhorn’s Board of Commissioners increased the water district’s rates commensurate with Frankfort’s wholesale service rates effective December 19, 2008.
4. During the 12 months ending September 30, 2008, Elkhorn purchased a total of 63,144,500 gallons of water and sold 59,830,400 gallons. The increase in the

¹ KRS 278.015; 807 KAR 5:068.

cost of purchased water is \$17,869.90, resulting in a purchased water adjustment of \$0.30 per 1,000 gallons.

5. The purchased water adjustment of \$0.30 per 1,000 gallons 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 \$0.30 per 1,000 gallons as calculated in Appendix A is approved and the rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after December 19, 2008.

3. The tariff sheet's filed by Elkhorn are approved as filed.

Done at Frankfort, Kentucky, this 5th day of February, 2009.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2009-00003 DATED FEBRUARY 5, 2009

	New Rate	Base Rate	
Elkhorn Water			
Purchases in gallons	63,144,500	63,144,500	
Volumetric rate	<u>\$1.822/1,000</u>	<u>\$1.539/1,000</u>	
	\$115,049.28	\$97,179.39	
		Increased water cost	\$17,869.89
Increased water cost		\$ 17,869.89	
Divided by gallons sold		<u>59,830,400</u>	
Purchased water adjustment factor		\$0.30 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00003 DATED FEBRUARY 5, 2009

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.

Usage Blocks

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

Monthly Rates

\$13.53 Minimum Bill
5.12 per 1,000 gallons
4.54 per 1,000 gallons
3.31 per 1,000 gallons

1" Meter

First	5,000	gallons
Next	5,000	gallons
All Over	10,000	gallons

\$28.89 Minimum Bill
4.54 per 1,000 gallons
3.31 per 1,000 gallons

1 1/2" Meter

First	10,000	gallons
All Over	10,000	gallons

\$51.59 Minimum Bill
3.31 per 1,000 gallons

Mobile Home Parks

Monthly Minimum Bills

McConnell
Elkhorn
Capital

15,000 Gallons	\$101.48
76,000 Gallons	\$514.14
125,000 Gallons	\$845.62

Emergency Wholesale Rate

\$3.31 per 1,000 gallons

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