

2009-00052

RECEIVED

FEB 5 2009

**PUBLIC SERVICE
COMMISSION**

**PURCHASED WATER ADJUSTMENT FOR
WATER DISTRICTS AND ASSOCIATIONS
(807 KAR 5:068)**

Name of Utility	Farmdale Water District		
Date	December 8, 2008		
Address	100 Highwood Drive		
City, State, Zip	Frankfort, KY	40601	
Telephone Number	(502)223-3562		

1.a. Name of all wholesale suppliers and the base (current) rate and changed rate of each. In the event the water purchased is billed by the supplier on a rate that is not a flat rate schedule, the entire rate schedule must be shown. Attach additional sheets if necessary.


Supplier(s)	Base Rate	Changed Rate
Frankfort Electric & Water Plant Board	\$1.608	\$1.9185

1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit A

2. Twelve-month period upon which the purchased water adjustment is based. (This twelve-month period must end within 90 days of this filing).

From	November, 2007	through	October, 2008
	(month and year)		(month and year)

3. Statement of water purchases. Where water is purchased from more than one supplier, purchases from each supplier must be shown separately. If water is purchased through a declining block rate schedule, purchases for each month must be shown. Attach an additional sheet if necessary.

Supplier(s)	Gallons Purchased during 12 month period
Frankfort Electric & Water Plant Board	224,238
TOTAL PURCHASES	224,238
4. Total sales for the 12 month period	177,026
5. Increased water cost	\$73,886
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	\$0.41738
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.	
<p>Note: The purchased water adjustment factor is added to each thousand gallons sold. If the minimum usage is 2,000 gallons then the purchased water adjustment factor would be added to the minimum bill twice. Revised tariff sheets must be attached showing the rate to be charged by the utility and the effective date of the increased rates.</p>	
7. Proposed effective date	December 8, 2008
	
Signature of Utility Officer	
Chairman	
Title	

FOR Southwest Franklin County, Kentucky
Community, Town or City

P.S.C. KY. NO. _____

1st Revised SHEET NO. 1

CANCELLING P.S.C. KY. NO. _____

Original SHEET NO. 2

Farmdale Water District
(Name of Utility)

RATES AND CHARGES

1. RATES AND CHARGES

A. GENERAL SERVICE MONTHLY RATES

1. Residential & Commercial Consumers

5/8" x 3/4" Meter

First	2,000 Gallons	9.30	Minimum Bill
Next	3,000 Gallons	3.15	Per 1,000 Gallons
Next	5,000 Gallons	2.65	Per 1,000 Gallons
Over	10,000 Gallons	2.45	Per 1,000 Gallons

1 Inch Meter

First	7,000 Gallons	21.95	Minimum Bill
Next	3,000 Gallons	2.65	Per 1,000 Gallons
Next	140,000 Gallons	2.45	Per 1,000 Gallons
Over	150,000 Gallons	2.20	Per 1,000 Gallons

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY Barl Robinson _____
Month / Date / Year
(Signature of Officer)

TITLE Chairman _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Southwest Franklin County, Kentucky
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. 2

Farmdale Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. _____

_____ SHEET NO. 2

RATES AND CHARGES

2. Commercial Consumers (Stewart Home)

First 7,000 Gallons	21.95	Minimum Bill
Next 3,000 Gallons	2.65	Per 1,000 Gallons
Next 140,000 Gallons	2.45	Per 1,000 Gallons
Over 150,000 Gallons	2.20	Per 1,000 Gallons

3. Industrial Consumers/Trailer Parks

First 7,000 Gallons	21.95	Minimum Bill
Next 3,000 Gallons	2.65	Per 1,000 Gallons
Next 140,000 Gallons	2.45	Per 1,000 Gallons
Over 150,000 Gallons	2.20	Per 1,000 Gallons

Mobile Home Park Connections

The district shall determine the size of meter necessary to provide adequate service in accordance with the number of trailer spaces available and install the proper size meter in accordance with its published rates.

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY Paul Robinson _____
Month / Date / Year
(Signature of Officer)

TITLE Chairman _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR FRANKLIN COUNTY
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

CANCELLING P.S.C. KY. NO. _____

_____ SHEET NO. _____

FARMDALE WATER DISTRICT

(Name of Utility)

RATES AND CHARGES

PURCHASED WATER ADJUSTMENT CLAUSE

Upon increase or decrease in the wholesale rate of purchased water by its suppliers, the utility may apply for an adjustment to its water rates in accordance with 807 KAR 5:067. The base rate for future application of the purchased water adjustment clause is:

SUPPLIER	RATE
Frankfort Electric & Water Plant Board	\$1.9185 per 1,000 gallons*

*Included \$.0965 Kentucky River Water Usage Agreement.

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Ben Robinson
(Signature of Officer)

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Warner J. Caines
General Manager



Frankfort Plant Board

Water
Cable
Electric
Security
Local Phone
Digital Cable
Long Distance
Community TV
Ethernet/Internet
Cable Modem/ISP
Cable Advertising

December 9, 2008

Mr. Burl Robinson
Farndale Water District
100 Highwood Drive
Frankfort, Kentucky 40601

Subject: Wholesale Water Rate Increase

Dear Mr. Robinson:

Enclosed is the notice filed with the PSC explaining that FPB is increasing its rates as permitted by KRS 278.190 during its pending rate case. This increase is subject to refund if the Commission approves a lower rate.

If you have any questions on this matter, please feel free to contact me at 502-352-4377.

Sincerely,

A handwritten signature in black ink, appearing to read "Warner J. Caines", is written over the typed name.

Warner J. Caines
General Manager

WJC/mw
Enclosure

cc: Chron File

Equal Opportunity/Affirmative Action Employer

317 West Second Street (P.O. Box 308) Frankfort, Kentucky 40602 Phone (502) 352-4372
Fax (502) 223-3887 www.fpb.cc

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION **RECEIVED**

DEC 08 2008

In the Matter of:

PUBLIC SERVICE
COMMISSION

THE PROPOSED ADJUSTMENT OF THE)
WHOLESALE WATER SERVICE RATES OF)
THE FRANKFORT ELECTRIC AND WATER)
PLANT BOARD)

CASE NO. 2008-00250

NOTICE OF RATE INCREASE

Comes the Electric and Water Plant Board of the City of Frankfort ("FPB"), by and through counsel, and for its Notice of Rate Increase hereby states as follows:

Pursuant to KRS 278.190 FPB gives notice that it will adjust its existing rates for wholesale water service from \$1.539 per 1,000 gallons to \$1.822 per 1,000 gallons effective December 8, 2008.

In support of this increase, FPB notes that on June 6, 2008 it filed its proposed tariff increasing wholesale water rates. Thereafter, on July 2, 2008, the Commission entered an Order suspending the proposed rate for five months from July 7, 2008 to December 6, 2008.

KRS 278.190 notes "[i]f the proceeding has not been concluded and an order made at the expiration of five (5) months . . . the utility may place the proposed change of rate . . . in effect at the end of that period after notifying the commission, in writing, of its intention so to do."

WHEREFORE, pursuant to KRS 278.190 and the Commission's July 2, 2008 Order, FPB will adjust its wholesale rate from \$1.539 to \$1.822 per 1,000 gallons effective December 8, 2008.

Respectfully Submitted,

Hance Price

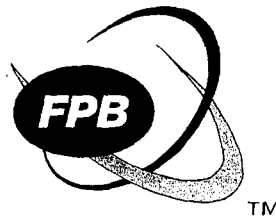
Hance Price
Staff Attorney
Frankfort Plant Board
317 W. Second Street
Frankfort, KY 40601
(502) 352-4541
hprice@fewpb.com

CERTIFICATE OF SERVICE

I, Hance Price, certify that on the 8th day of December 2008 a copy of this Notice of Rate Increase was served by mail to Honorable Thomas A. Marshall, Attorney at Law, 212 Washington Street, P.O. Box 223, Frankfort, KY 40602, and by mail to Honorable Donald T. Prather, Mathis, Riggs & Prather, P.S.C. Attorneys at Law, 500 Main Street, Suite 5, Shelbyville, KY 40065 and by hand delivery of an original and six copies to Ms. Stephanie Stumbo, Executive Director, Kentucky Public Service Commission, 211 Sower Boulevard, P.O. Box 615, Frankfort, KY 40602-0615.

Hance Price
Hance Price

Warner J. Caines
General Manager



Frankfort Plant Board

Water
Cable
Electric
Security
Local Phone
Digital Cable
Long Distance
Community TV
Ethernet/Internet
Cable Modem/ISP
Cable Advertising

October 31, 2008

Farmdale Water District
ATTN: Berle Robinson
100 Highwood Drive
Frankfort, KY 40601

Dear Mr. Robinson:

Enclosed is the new tariff that Frankfort Electric and Water Plant Board filed with the Public Service Commission on October 30, 2008 reflecting the new Kentucky River Authority's withdrawal fee. This tariff does not increase Frankfort Plant Board's wholesale rate. Rather, it permits "pass through" of the new KRA fee.

If you have any questions, please do not hesitate to contact me at (502) 352-4377.

Sincerely,

Warner Caines
General Manager

WJC/mw
Enclosure

Equal Opportunity/Affirmative Action Employer

317 West Second Street (P.O. Box 308) Frankfort, Kentucky 40602 Phone (502) 352-4372
Fax (502) 223-3887 www.fpb.cc

FOR Entire Service Area
Community, Town or City

P.S.C. KY. NO. 1

Original SHEET NO. 2

The Electric and Water Plant
Board of the City of Frankfort, Kentucky
(Name of Utility)

CANCELLING P.S.C. KY. NO. N/A

N/A SHEET NO. N/A

RULES AND REGULATIONS

APPLICABILITY: All wholesale water users regulated by the Public Service Commission purchasing water from the FEWPB for resale.

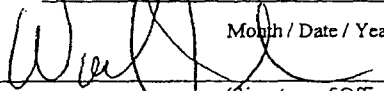
KENTUCKY RIVER AUTHORITY WITHDRAWAL FEE:

Tier I Fee	2.2 cents per thousand gallons
Tier II Fee	<u>6.0 cents per thousand gallons</u>
Subtotal	8.2 cents per thousand gallons
Adjustment to recover the full cost of the KRA fee	1.45 cents per thousand gallons
Total for separate line item	9.65 cents per thousand gallons

NOTE: This adjustment recovers the increase in the Kentucky River Authority withdrawal fee adjusted for water loss. All other charges remain in full force and effect.

DATE OF ISSUE October 30, 2008
Month / Date / Year

DATE EFFECTIVE November 30, 2008
Month / Date / Year

ISSUED BY 
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____