

PEAKS MILL WATER DISTRICT

Church Quarles, Chairman

7165 U.S.127 North
Frankfort, Kentucky 40601

(502) 227-5740

October 9, 2012

RECEIVED

OCT 10 2012

PUBLIC SERVICE
COMMISSION

Public Service Commission
P.O. Box 615
Frankfort, Kentucky 40602

re: Tariff Revisions

To the COMMISSION:

The Peaks Mill Water District of Franklin County, Kentucky, respectfully requests that the COMMISSION allow us to make an adjustment in our rates in accordance with 807 KAR 5:067, Purchased Water Adjustment Clause.


The District has been told by the Frankfort Electric & Water Plant Board that the Kentucky River Authority (KRA) has increased the water withdrawal fee.

The following documents are enclosed:

- Exhibit A. Purchased Water Rate Adjustment
- Exhibit B. Notice to Customers
- Exhibit C. Tariff Sheet
- Exhibit D. Resolution
- Exhibit E. Notice From Supplier

If you have any questions, please contact Warner Broughman at (859) 271-1778, as he is handling this matter.

Yours truly,


Church Quarles,
Board Chairman

CQ:pac

cc: Dale Gatewood, Mgr.
Warner Broughman, III, Engineer

Enclosures

PURCHASED WATER RATE ADJUSTMENT

Pursuant to KRS 278.012 and 278.015

(Name of Utility): PEAKS MILL WATER DISTRICT

(Date): OCTOBER 9, 2012

(Business Mailing Address): 7165 U.S. 127 North
Frankfort, KY 40601

(Telephone Number): (502) 227-5740

1.(a) Names of all wholesale suppliers and the base rate and changed rate of each. In the event the water purchased is billed by the supplier on other than a flat rate schedule, the entire rate schedule must be shown. Attach additional sheets if necessary.

Supplier(s)	Base Rate	Changed Rate
(1) Frankfort	\$1.91	\$1.9214
(2) KY Amer		

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

2. Twelve-month period upon which purchased water adjustment is based:

From: 9 - 2011 (Month & Year)	Through: 8 - 2012 (Month & Year)
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3. Statement of Water Purchases (Where water is purchased from more than one (1) supplier, purchases from each supplier must be shown separately. Where water is purchased from a supplier through more than one (1) meter and bills are computed individually for each meter, purchases should also be shown separately for each meter.)

Supplier's Name	Gallons Purchased Meter No. 1	Gallons Purchased Meter No. 2
(1) Frankfort	85,708,900	
(2) KY American	428,250	
(3)		
TOTAL	86,137,150	

4. Total Sales for the twelve (12) Months 59,834,000 gallons

5. Purchased Water Adjustment Factor 2¢ per 1,000 gallons or cubic foot.

NOTE: Revised tariff sheets must be attached showing rates to be charged by the utility and the effective date of such increased rates.

Signature of Utility Officer: _____
Title: Chairman

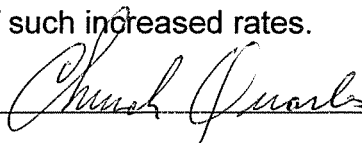


EXHIBIT A

NOTICE TO THE PUBLIC OF UTILITY RATE CHANGE

Peaks Mill Water District

PEAKS MILL WATER DISTRICT has filed an application with the Public Service commission for a proposed rate change for water service. The change is made necessary due to an increase in the wholesale price of water from our supplier. The rates contained in this notice are the rates proposed by Peaks Mill Water District. However, the Public Service Commission may order rates to be charged that differ from these proposed rates. Such action may result in rates for consumers other than the rates in this notice.

Monthly Rates

First	2,000 Gallons	\$ 25.64 Minimum Bill
Next	3,000 Gallons	\$ 8.51 Per 1,000 Gallons
Next	5,000 Gallons	\$ 7.29 Per 1,000 Gallons
All Over	10,000 Gallons	\$ 6.07 Per 1,000 Gallons

Any corporation, association, body politic or person may make a motion within thirty (30) days of this publication to request leave to intervene. All persons having reasons to intervene should file with the Public Service Commission, P.O. Box 615, Frankfort, Kentucky 40602. The application is on file at the offices for the PEAKS MILL WATER DISTRICT, 7165 U.S. 127 North, Frankfort, KY 40601 and is available for examination during business hours

EXHIBIT B

Form for filing Rate Schedules

For Northeastern Franklin County
Community, Town or City

P.S.C. KY. No. 2012-
7th REVISED SHEET NO. 1

CANCELLING P.S.C. KY NO. 2012-00008

PEAKS MILL WATER DISTRICT

7165 U.S. 127 North
Frankfort, KY 40601

RATES AND CHARGES

RATE PER UNIT

Applicable: **Entire Area Served**
Available: **To All Customers Served by the Water District**

Rates:

First	2,000 Gallons	\$ 25.64 Minimum Bill
Next	3,000 Gallons	\$ 8.51 Per 1,000 Gallons
Next	5,000 Gallons	\$ 7.29 Per 1,000 Gallons
All Over	10,000 Gallons	\$ 6.07 Per 1,000 Gallons

Date of Issue October 9, 2012 Date Effective November 15, 2012

Issued by *Church Quarles* Title Chairman
Church Quarles

Issued by authority of an Order of the Public Service Commission of Kentucky in
Case No. 2012- dated _____.

EXHIBIT C

RESOLUTION

RESOLUTION OF THE Peaks Mill Water District, AUTHORIZING THE IMPLEMENTATION OF NEW RATES, SUBMITTING NEW RATES TO THE PUBLIC SERVICE COMMISSION AND AUTHORIZING A REPRESENTATIVE TO SIGN ALL RELATED DOCUMENTS

WHEREAS, the Frankfort Electric and Water Plant Board has raised the wholesale cost of water and

WHEREAS, the Public Service Commission has approved the rate increase; and

WHEREAS, the District desires to adjust its rates to its customers to reflect the wholesale rate increase.

NOW, THEREFORE, BE IT RESOLVED by the Board of Commissioners of the Peaks Mill Water District as follows:

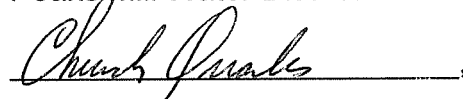
SECTION 1. That the District hereby accepts the rate awarded by the Public Service Commission and approves the raising of rates by a like amount to its customers..

SECTION 2. That Church Quarles is hereby authorized, directed and empowered by the District to execute the necessary documents, and to otherwise act on behalf of the District to implement the changed rates.

SECTION 3. This Resolution shall take effect immediately upon passage.


ADOPTED on October 9, 2012.

Peaks Mill Water District



Title: Chairman

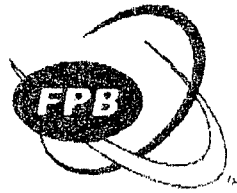
ATTESTED:



Title: Secretary

EXHIBIT D

RECEIVED AUG 27 2012



Frankfort Plant Board

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

August 23, 2012

Peaks Mill Water District
7165 U.S. Hwy. 127 North
Frankfort, KY 40601
Attn: Church Quarles, Board Chair

Re: Kentucky River Authority Withdrawal Fee

Dear Mr. Quarles:

Enclosed is a filing notice and a new tariff that FPB filed with the Public Service Commission on August 23, 2012 reflecting an increase in FPB's Kentucky River Authority Withdrawal Fee.

The KRA maintains the locks and dams that make it possible to use the Kentucky River as a water source. The KRA has the ability to collect water use fees from all facilities using water from the Kentucky River. FPB is one such facility.

The KRA fee is separate from the rates FPB charges for wholesale water service. It is a "pass through" fee. That is, FPB retains none of these funds for its operations. Rather, FPB collects these funds and remits them to the KRA.

Based on Peaks Mill's usage for last month, the proposed increase of 1.14 cents per 1,000 gallons will be approximately \$76.75 per month.

If you have any questions, please do not hesitate to contact me at (502) 352-4570 or hbannister@fewpb.com.

Sincerely,

A handwritten signature in black ink that reads "Herbbie Bannister". The signature is written in a cursive, slightly slanted style.

Herbbie Bannister, P.E.
Interim General Manager

HWB/kp
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

CERTIFICATION OF NOTICE TO CUSTOMERS

I, Herbbie Bannister, Interim General Manager of the Electric and Water Plant Board of the City of Frankfort, Kentucky, certify that the attached notice is being made in compliance with the Public Service Commission's regulations, and such notice was mailed to each wholesale customer 30 days in advance of the proposed rate change.

A handwritten signature in black ink that reads "Herbbie Bannister". The signature is written in a cursive style with a large initial "H".

Herbbie Bannister, Interim General Manager

FOR FFWPB Entire Service Area
Community, Town or City

P.S.C. KY. NO. 1

1st Revised SHEET NO. 2

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

CANCELLING P.S.C. KY. NO. 1

CANCELLING SHEET NO. 2

RATES & CHARGES

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

KENTUCKY RIVER AUTHORITY WITHDRAWAL FEE:

Tier I Fee	2.2 cents per thousand gallons
Tier II Fee	6.0 cents per thousand gallons
Subtotal	8.2 cents per thousand gallons
Adjustment to recover the full cost of the KRA Fee	2.59 cents per thousand gallons
Total for separate line item	10.79 cents per thousand gallons

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

DATE OF ISSUE August 23, 2012
Month / Date / Year

DATE EFFECTIVE September 24, 2012
Month / Date / Year

ISSUED BY Shelby Baunister
(Signature of Official)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

2012