# **BLACK MOUNTAIN UTILITY DISTRICT**

609 FOURMILE ROAD BAXTER, KY 40806 606-573-1277 606-573-1276 FAX

October 5, 2015

RECEIVED

OCT 07 2015

Mr. Jeff Derouen Executive Director Kentucky Public Service Commission 211 Sower Blvd. Frankfort, KY 40601

PUBLIC SERVICE COMMISSION

RE:

Black Mountain Utility District; Harlan Co., KY

Alternative Rate Adjustment Application

PSC Case No. 2015-0088

Dear Mr. Derouen:

Pursuant to the PSC's order of September 9, 2015 in the above referenced case, attached is proof of publication of notice to BMUD's customers of the implementation of the proposed rates.

Should you need any additional information from BMUD to facilitate the implementation of the rates, please contact our office.

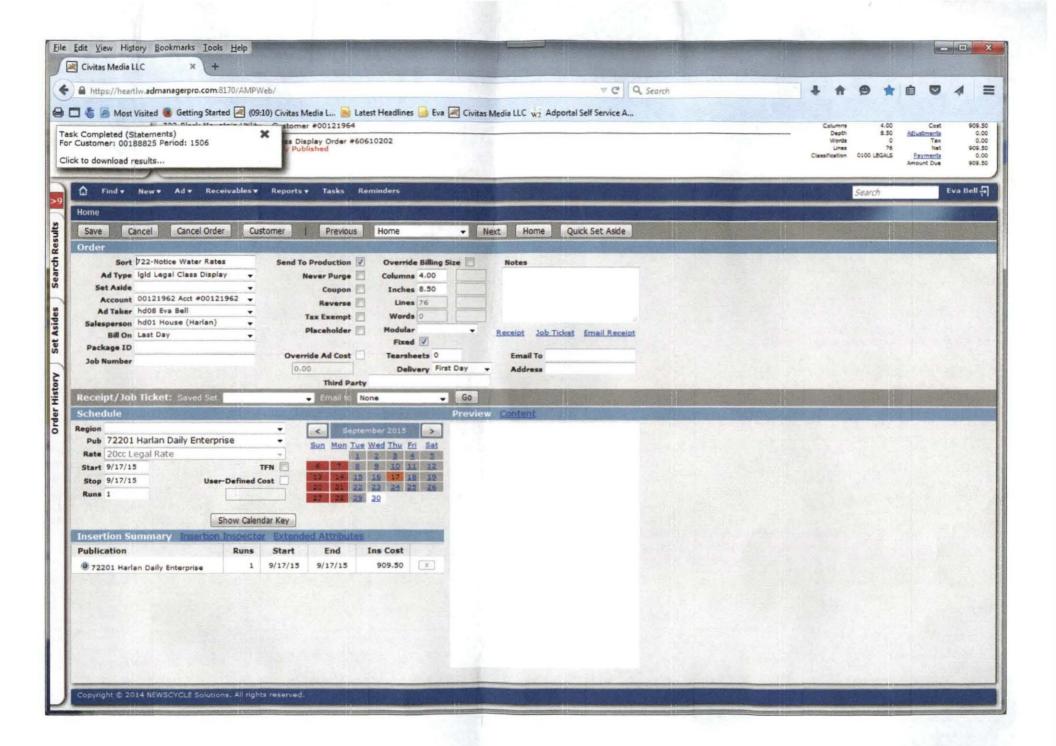
Sincerely,

Raymond Cox

Raymond Cox

Chairman

Attachment



### NOTICE TO THE CUSTOMERS OF BLACK MOUNTAIN UTILITY DISTRICT

On May 6, 2015, Black Mountain Utility District ("Black Mountain") applied to the Kentucky Public Service Commission ("PSC") for authority to adjust its rates for water service. The initial proposed effective date of the requested rate adjustment was made pursuant to the date of an Order granting an increase by the PSC. After performing a review of Black Mountain's application and records, the PSC Staff has recommended to the PSC that Black Mountain adjust its rates to their retail customers that are different from those proposed by Black Mountain. The tables below reflect the present retail rates and the retail rates proposed by the PSC Staff:

## MONTHLY WATER RATES

#### RETAIL CUSTOMERS

Water Rate A	Present Rates	PSC Staff Proposed Rates	\$ Change	% Change
First 2,000 Gallons	\$21.38 Minimum Bill	\$25,13 Minimum Bill	\$3.75	17.54%
Over 2,000 Gallons	\$7.69 per 1,000 Gallons	\$8.44 per 1,000 Gallons	\$0.75	9.75%
		Surcharge		TOTAL COLUMN
		\$4.26 per Month	\$4.26	Crack rather

Water Rate D	Present Rates	PSC Staff Proposed Rates	\$ Change	% Change
First 2,000 Gallons	\$18.13 Minimum Bill	\$25.13 Minimum Bill	\$7.00	38.61%
Over 2,000 Gallons	\$6.07 per 1,000 Gallons	\$8.44 per 1,000 Gallons	\$2.37	39.04%
THE RESERVE SERVED STREET		Surcharge		
		\$4.26 per Month	\$4.26	

Former Green Hills	Present Rates	PSC Staff Proposed Rates	\$ Change	% Change
First 2,000 Gallons	\$23.90 Minimum Bill	First 2,000 Gallons \$25.13 Minimum Bill	\$1.23	5.15%
Next 6,000 Gallons	\$9.21 per 1,000 Gallons	Over 2,000 Gallons \$8.44 per 1,000 Gallons	(\$0.77)	(8.36%)
Next 8,000 Gallons	\$7.65 per 1,000 Gallons		N/A	N/A

### WHOLESALE CUSTOMERS

	Present Rates	PSC Staff Proposed Rates	\$ Change	% Change
A STATE OF THE PARTY OF THE PAR	\$3.71 per 1,000 Gallons	\$4.60 per 1,000 Gallons	\$0.89	23.99%

The monthly water bill for the average retail customer using 4,200 gallons of water monthly will increase from \$38.30 to \$47.96, or 25.22%, for the former Water Rate A customers; from \$31.48 to \$47.96 or 52.35%, for the former Water Rate D customers; and from \$44.16 to \$43.70, or -1.04%, for the former Green Hills customers.

A person may examine the rate application at the offices of the Black Mountain located at 609 Four Mile Road, Baxter, KY 40806.

A person may examine the application at the PSC's offices located at 211 Sower Boulevard, Frankfort, KY 40601, Monday through Friday, 8:00 a.m. to 4:30 p.m., or through the Commission's web site at <a href="http://psc.ky.gov">http://psc.ky.gov</a>.

A copy of the PSC Staff report can be found at: http://psc.ky.gov/PSCSCF/2015%20Cases/2015-00088/20150805\_Staff%Report.pdf.

Pursuant to the PSC's Order of August 5, 2015, in Case No. 2015-00088, Black Mountain has requested that the PSC approve the PSC Staff proposed rates.

Any person may submit comments on the proposed rates. Comments shall be in writing and shall be submitted to the Executive Director, Public Service Commission, 211 Sower Boulevard, P.O. Box 615, Frankfort, KY 40602. Comments may also be submitted by electronic mail to <a href="mailto:psc.info@ky.gov">psc.info@ky.gov</a>. If the Commission does not receive any objections or requests for intervention establishing the grounds for the request including the status and interest of the party or requests for hearing in this matter within thirty (30) days of initial publication or mailing of the notice, the Commission may take final action on the application and shall proceed to render a decision in the matter.