FOUNTAIN RUN WATER DISTRICT

Fountain Run, Kentucky 42133 Phone: 270-434-4080 Fax: 270-434-4081

RECEIVED

OCT 1 2 2018

PUBLIC SERVICE COMMISSION

October 9, 2018

Dear, Ms. Pinson

Enclosed you will find the signed letter of acceptance of Rate Adjustment case no. 2018-00205. The meeting was held at the earliest convenience due to Commissioners being out of town during the school fall break. Please inform us of any additional needs concerning the Rate Adjustment.

Sincerely, Chris Yearh

Chris Veach General Manager

FOUNTAIN RUN WATER DISTRICT

226 Main Street, P.O. Box 118 Fountain Run, Kentucky 42133 Phone: 270.434.4080 TTY: 270.789.4398 Fax: 270.434.4081

October 8, 2018

RECEIVED

OCT 1 2 2018

PUBLIC SERVICE COMMISSION

Ms. Gwen R. Pinson Executive Director Public Service Commission P.O. Box 615 Frankfort, Kentucky 40602-0615

RE: Application of Fountain Run Water District #1 for Rate Adjustment Pursuant to 807 KAR 5:076 CASE NO. 2018-00205 – Response to Staff Report

Dear Ms. Pinson:

The Fountain Run Water District #1 is in receipt of the PSC Staff Report for the above-referenced case. We sincerely appreciate your staff's review and recommendations. We understand that the PSC staff have calculated a rate increase of 32.27%. We believe the 32.27% increase would place a significant hardship on Fountain Run Water District #1 customers and herein request a phased-in approach increase to rates.

The District would greatly appreciate your consideration of following a phased-in approach. A 20 percent increase in the revenue requirement establishing the rates set forth in Attachment C of the PSC Staff Report would become effective at the conclusion of this case. The rates set forth in Attachment B of the PSC Staff Report would then become effective one year from the date of the final Oder in this case which would represent full implementation of the staff-determined 32.27% percent revenue requirement increase.

Please contact Chris Veach, General Manager, by email address <u>frwd1@scrtc.com</u> if you need additional information. Thank you for your consideration.

Respectfully, ornwell

Joe Cornwell Chairman

Equal Opportunity Provider and Employer

Fountain Run, Kentucky 'Crossroads of Three Counties'



Fountain Run Water District Serving Allen, Barren, and Monroe Counties