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PUBLIC SERVICE
COMMISSION



BREMEN, KY

Muhlenberg County Water Dist. #3
4815 Main ST
PO Box 67
Bremen, KY 42325
270-525-6333
Fax: 270-525-0025

February 14, 2019

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

Re: PSC Case No. 2018-00346
Muhlenberg County Water District #3
Revised Customer Notice

Dear Ms. Pinson:

Enclosed for filing is Muhlenberg County Water District #3's (MCWD #3) revised Customer Notice. The revised Customer Notice reflects the higher rates recommended in the PSC Staff Report dated January 22, 2019.

MCWD #3 has made arrangements for the revised Customer Notice to be published in the February 20, 2019 edition of Leader-News. The revised Customer Notice has also been posted in a conspicuous place at MCWD #3's office as required by the PSC regulations.

If you need anything else from MCWD #3, please let us know.

MCWD #3 urges the PSC Commission to approve the rates recommended by PSC Staff as soon as possible.

Yours truly,

A handwritten signature in cursive script that reads 'Ben Tooley'.

Ben Tooley, Superintendent

Enclosure

cc: Office of the Attorney General, Rate Intervention

CUSTOMER NOTICE

On October 9, 2018, the Kentucky Public Service Commission ("PSC") accepted for filing Muhlenberg County Water District #3's ("District") application requesting an increase in its annual revenue from retail water service by \$220,918 or 20.7 percent. After performing a review of the District's application and financial records, the PSC Staff recommended that the District be granted an increase in annual water revenues of \$278,673, or approximately 26.1 percent. Pursuant to the PSC's Order of November 19, 2018, in Case No. 2018-00346, the District requested that the PSC approve the PSC Staff-recommended revenue requirement and that the District be allowed to implement the revised rates as follows:

MONTHLY WATER RATES

Retail Water Rates for All Meter Sizes

<u>Gallons per Month:</u>	<u>Charge per 1,000 Gallons</u>		<u>Dollar</u>	<u>Percent</u>
	<u>Current</u>	<u>Proposed</u>	<u>Increase</u>	<u>Increase</u>
First 2,000 Gallons (Minimum Bill)	\$17.75	\$22.39	\$4.64	26.1%
Next 8,000 Gallons	5.45	6.88	1.43	26.2%
Next 10,000 Gallons	5.16	6.51	1.35	26.2%
Next 30,000 Gallons	4.79	6.04	1.25	26.1%
Over 50,000 Gallons	4.51	5.69	1.18	26.2%

The amended retail water rates the District requests would increase the monthly bill of a typical residential customer using 4,000 gallons of water per month from \$28.65 to \$36.15. This is an increase of \$7.50 or 26.2%.

This filing may be examined at the offices of the District located at 4815 Main Street, Bremen, Kentucky 42325.

This filing may also be examined at the offices of the Public Service Commission located at 211 Sower Boulevard, Frankfort, Kentucky 40601, Monday through Friday, 8:00 a.m. to 4:30 p.m., or through the Public Service Commission's web site at <http://psc.ky.gov>.

A copy of the PSC Staff report can be found at the following address:

https://psc.ky.gov/PSCSCF/2018%20Cases/2018-00346/20190122_STAFF_REPORT.pdf.

Any person may submit comments on the proposed request no later than March 22, 2019. Comments shall be in writing and shall be submitted to the Executive Director, Public Service Commission, 211 Sower Boulevard, PO Box 615, Frankfort, KY 40602. Comments may also be submitted by electronic mail to psc.info@ky.gov. If the PSC does not receive any request for intervention or hearing in this matter by March 22, 2019, the Commission will proceed to render a decision in the matter.