RECEIVED

AUG 1 0 2017 PUBLIC SERVICE COMMISSION

TIMOTHY C. HOWARD P. O. BOX 271 HARLAN, KENTUCKY 40831

July 22, 2017

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

> RE: Cawood Water District (Harlan County) Proposed Water Rate Adjustment

Dear Commission Members:

I am submitting this letter as comments to the proposed water rate adjustment of the Cawood Water District that was published in the local newspaper (Harlan Daily Enterprise) on Friday, July 21, 2017. My interest in this matter is because I am a customer of the Cawood Water System both personally and in business. I am a strong advocate of municipal drinking water for the citizens of Harlan County and fully support the efforts of our local and state governments to deliver safe and affordable drinking water to the citizens.

In reviewing these rate increases, it appears the District is raising the water rates between 15 percent and 100 percent, depending upon the volume usage. I find the timing of this rate increase very odd since it has been reported the Water District currently has over \$2,000,000.00 of funds being held. I am aware that the infrastructure of the water system is in need of repair, both the plant and the distribution system, but it would be best served if the monies currently being held are spent on these upgrades before the customers are asked to sustain a rate increase. I also feel that this drastic increase in the rates will be a burden upon the vast majority of the customers of the Water District, many of which are living on fixed incomes and at or below the poverty level.

I would ask that the Public Service Commission conduct an audit of the system to verify the existence of the surplus funds before any approval of a rate increase is granted. If the Water District is generating surplus funding, it would stand to reason that a rate reduction instead of a rate increase would be warranted.

I look forward to hearing from your Commission on this matter.

Sincerely, mothy Hourno

Timothy C. Howard

The Departbearing will be cancelled if no request for hearing or informal conference is received by <u>August 28, 2017</u>. Written comments, objections, or requests for a public or informal conference must be filed with the Director, Division of Field ermits, 300 Sower Bivd., Frankfort, Kentucky 40601 by <u>August 28, 2017</u>. Conference is received by <u>August 28, 2017</u>. This the 5th day of July, 2017. This the 5th day of July, 2017. This the 5th day of July, 2017.

LEGALS

DNWEALTH OF KENTUCKY TH JUDICIAL CIRCUIT RLAN CIRCUIT COURT ACTION NO. 16-CI-00378 NK, N.A. AS TRUSTEE FOR CONSECO FINANCE QUITY LOAN TRUST 2001-C, PLAINTIFF, VS.

PHILLIPS AKA VON PHILLIPS. PHILLIPS, DEBRA SMITH, ARL SMITH AKA BUTCH SMITH. PURLOCK, PAM SPURLOCK, DKINS, CHARLES ADKINS, Y JOE SPURLOCK, SR., KNOWN DEFENDANT OF ROY JOE SPURLOCK, SR. PURLOCK, JOANN SPURLOCK, KNOWN DEFENDANTS RE THE HEIRS OR DEVISEES ATEES OF & THEIR SPOUSES Y UNKNOWN PERSON WHO AVE AN INTEREST IN THE RTY WHICH IS THE SUBJECT TTER OF THIS ACTION. **COUNTY OF HARLAN** KINS, UNKNOWN DEFENDANT. USE OF JAMES ADKINS DKINS, UNKNOWN DEFENDANT, USE OF RODNEY ADKINS WERS, UNKNOWN DEFENDANT, SE OF TRACY FLOWERS. DEFENDANTS

OMMISSIONER'S SALE

GMENT and ORDER OF SALE of the Harlan lered on May 30, 2017, in the above cause for of \$24,087.60 (twenty-four thousand eightysixty cents) plus interest from August 3, 2015, us Attorney's fees and Court costs expended, ale, I shall proceed to offer for sale at the front purthouse in Harlan, Kentucky, to the highest Public Auction on Tuesday, July 25, 2017, at p.m. or thereabouts, upon the terms of cash on r 10% down and the remainder on a credit of ill take from the purchaser a bond, with good ety, for the purchase price, payable to myself, the force and effect of a judgment, and I shall the property so sold for further security on the urchase price, and any purchaser may pay off me before maturity, with interest accrued up to ent, on the real estate located in Harlan, Kene particularly described as follows:

s: 162 Stanfill Drive, Harlan, Kentucky 40831 058.00

Court has found that the said real property is not be divided without materially impairing its id as a whole. For the purchase price, the puroved surety or securities, must execute bond, est from day of sale until paid, having the force igment. Bidders will be prepared to comply with

f July, 2017.

KAREN S. DAVENPORT MASTER COMMISSIONER HARLAN CIRCUIT COURT

NOTICE

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LEGALS

Because of increased operating expenses and the requirements of its existing bond ordinances, Cawood Water District will file on or about Juty 21, 2017 an application with the Kentucky Public Service Commission for the purpose of adjusting its water rates. The application will be filed pursuant to the procedures set forth in 807 KAR 5:076. Under those procedures, the proposed rates may not be placed into effect until the Public Service Commission has issued an order approving the proposed rates or six (6) months from the date of the filing of the application, whichever occurs first. Cawood Water District last requested a general rate adjustment in January of 2010.

Cawood Water District proposes the following rates:

All Meters	Present Rate	Proposed Rate	Change (\$)	Change (%)
Cawood WTP Service Area First 2,000 Gallons Next 8,000 Gallons Over 10,000 Gallons	\$20.56 (min.) 6,92/1,000 4,93/1,000	\$23.75 (min.) 10.40/1,000 10.40/1,000	\$3.19 3.48 5.47	15.5 50.3 111.0
Pathfork Service Area First 2,000 Gallons Next 8,000 Gallons Over 10,000 Gallons	\$23.45 (min.) 9.08/1,000 7.08/1,000	\$23.75 (min.) 10.40/1,000 10.40/1,000	\$0.30 1.32 3.32	1.3 14.5 46.9

The proposed rates will have the following effect on a customer's monthly bill:

Metar	Average Monthly Usage	Current Monthly Bill	Proposed Rates Monthly Bill	increas e (\$)	Change (%)
<u>Cawood Service Area</u> 5/8 x 3/4	4,000	\$34.40	\$44.55	\$1 0.15	29.5
Pathfork Service Area 5/8 x 3/4	4,000	\$41.61	\$44.55	\$2.94	7.1

Cawood Water District has also reviewed the charges and fees assessed for nonrecurring services. These charges and fees were last revised in September 2004. It proposes to adjust the following fees and charges to reflect the current cost of providing service:

	Present Rate	Proposed Rate	Change (\$)	Change (%)
Tap-On Fees 5/8" x ¾" Meter	\$\$50.00	\$750.00	\$200.00	36.4
Connection/Tum-On Charge	25.00	35.00	10.00	40.0
Meter Re-Read Charge	25.00	35.00	10.00	40.0
Meter Re-Setting Charge	25.00	35.00	10.00	40.0
Meter Test Charge	0.00	50.00	50.00	New

The rates contained in this notice are the rates proposed by Cawood 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.

Any person may examine the application submitted to the Public Service Commission at Cawood Water District's office at 54 Water Plant Road, Cawood, KY 40815 or at the Public Service Commission'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 Public Service Commission's website at <u>http://psc.ky.gov</u>.

Comments regarding the application may be submitted to the Public Service Commission through the Commission's website at <u>http://psc.ky.gov</u> or by mail to the Public Service Commission, P.O. Box 615, Frankfort, KY 40602.

A person may submit a timely written request for intervention to the Public Service Commission, P.O. Box 615, Frankfort, KY 40602, establishing the grounds for the request including the person's status and interest. If the Public Service Commission does not receive a written request for intervention within thirty (30) days of the initial publication of notice, it may take final action on the application.

Cawood Water District First Publication Date: July 21, 2017

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