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Energy and Environment Cabinet



Commonwealth of Kentucky  
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Michael J. Schmitt  
Chairman

Robert Cicero  
Vice Chairman

Talina R. Mathews  
Commissioner

October 25, 2017

## PARTIES OF RECORD

Re: Case No. 2017-00309

Attached is a copy of a memorandum, which is being filed in the record of the above-referenced case. If you have any comments you would like to make regarding the contents of the memorandum, please do so within five days of receipt of this letter.

If you have any questions, please contact J.E.B. Pinney, Deputy General Counsel at 502-782-2587.

Sincerely,

A handwritten signature in blue ink that reads "Gwen R. Pinson".

Gwen R. Pinson  
Executive Director

Attachments

**INTRA-AGENCY MEMORANDUM**  
**KENTUCKY PUBLIC SERVICE COMMISSION**

**TO:** Case File

**FROM:** J.E.B. Pinney, Deputy General Counsel 

**DATE:** October 25, 2017

**RE:** Case No. 2017-00309: *Application of Cawood Water District For an Alternative Rate Adjustment*

On October 11, 2017, Commission Staff ("Staff") held a telephonic informal conference ("IC") with representatives from Cawood Water District ("Cawood Water"). The sign-in sheet of the participants is attached.

The purpose of the IC was to allow Staff to inquire as to Cawood Water's proposed rates. Particularly, Staff sought to question Cawood Water regarding the request to unify its various rates as the Commission had not previously approved unification of rates in this manner.

Cawood Water responded that it had concluded that Staff did not approve of the proposal to unify rates. Cawood Water stated that, when it filed the application, it believed that the Commission would approve a unified rate.

Staff informed Cawood Water that a unified rate would require a rate design change, and the Commission would not approve a change in rate design without a cost of service study. Staff presented some scenarios to Cawood Water in which Cawood Water could meet its revenue requirement without unifying its rates.

Staff suggested that Cawood Water wait until the Staff Report was issued to decide if it wanted to amend its application to seek an across the board increases in rates or other increase other than seeking a unified rate. Staff and Cawood Water also discussed proposed increases to non-recurring charges.

Thereafter the conference adjourned.

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF CAWOOD WATER DISTRICT ) CASE NO  
FOR AN ALTERNATIVE RATE ADJUSTMENT ) 2017-00309

Informal Conference – October 11, 2017

Please sign in:

NAME	REPRESENTING
Ariel Miller	PSC Staff
Mary Beth Purvis	PSC-FA
Eddie Beavers	PSC/FA
J.E.B. Pinney	PSC-OGC
Laura Pace	Cawood WD
Ken Taylor	Cawood W.D.

\*Lana Pace  
Finance Officer  
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