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AUG 23 2019

PUBLIC SERVICE
COMMISSION

City of Hindman

Tracy Neice, Mayor

PO Box 496 • Hindman, KY 41822 • 606-785-5544 • Fax: 606-785-0799
State TDD No.: 1-800-247-2510

August 22, 2019

Public Service Commission

P.O. Box 615
Frankfort, Kentucky 40602

**RE: Knott County Water and Sewer District Application for
Approval of Proposed Adjustment of Wholesale Water Rates**

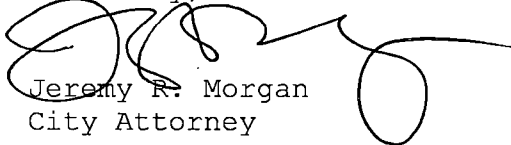
To Whom It May Concern:

Please accept this as the City of Hindman's request for intervention regarding the above-referenced application. Enclosed is a copy of the Notice from the Knott County Water and Sewer District.

The city is a municipal corporation which purchases water from the Knott County Water and Sewer District. The grounds for intervention are: (1) the proposed increase will create an undue burden on the City and its customers; (2) the notice does not comply with 807 KAR 5:011 § 8(4)(a) because it does not include an effective date, which impairs the City's ability to consider and possibly implement an increase of its own rates; and (3) the notice does not comply with 807 KAR 5:011 § 8(4)(d) because it does not address the average usage and the affect the proposed increase will have on the average bill of the City.

Thank you for your consideration in this matter. Please feel free to contact me at (606) 436-4361 if you have any questions or comments.

Sincerely,


Jeremy R. Morgan
City Attorney



July 24, 2019

City of Hindman
City Hall
P.O. Box 496
Hindman, KY 41822
Attn: Mayor Tracy Neice

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

In Re: Adjustment of Wholesale Water Rates

Dear Chairman:

Pursuant to 807 KAR 5:011, I hereby advise you of Knott County Water & Sewer District's intent to file for a wholesale rate adjustment with the P.S.C. The details of which are attached within the "Wholesale Customer Notice".

Knott County Water and Sewer District values the relationship with City of Hindman and believes this effort will strengthen the future ability to provide safe and potable water for all customers.

Sincerely yours,

Dave Smith
Chairman

Enclosure

WHOLESALE CUSTOMER NOTICE

Notice is hereby given that the Knott County Water & Sewer District expects to file an application on or about July 30, 2019 with the Kentucky Public Service Commission seeking approval of a proposed adjustment to its water rates. The proposed rates shall not become effective until the Public Service Commission has issued an order approving these rates.

MONTHLY WATER RATES

<u>Wholesale Rate for All Wholesale Customers</u>				
	<u>Charge per 1,000 Gals.</u>		<u>Dollar</u>	<u>Percent</u>
<u>No. of Gallons per Month:</u>	<u>Current</u>	<u>Proposed</u>	<u>Increase</u>	<u>Increase</u>
For all Water Purchased	\$3.00	\$3.55	\$0.55	18.3%

If the Public Service Commission approves the proposed water rates, then the monthly bill for a wholesale customer will increase from \$3,000 to \$3,550 for each 1.0 million gallons purchased. This is an increase of \$550 or 18.3%.

The rates contained in this notice are the rates proposed by Knott County Water & Sewer 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 shown in this notice.

Knott County Water & Sewer District has available for inspection at its office the application which it submitted to the Public Service Commission. A person may examine this application at Knott County Water & Sewer District's office located at 7777 Big Branch Road, Vicco, KY 41773. You may contact the office at 606-642-3582.

A person may also examine the application at the Public Service Commission's offices 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 website at <http://psc.ky.gov>. Comments regarding the application may be submitted to the Public Service Commission through its website or by mail to Public Service Commission, PO Box 615, Frankfort, Kentucky, 40602. You may contact the Public Service Commission at 502-564-3940.

The wholesale customers or any other party may submit a timely written request for intervention to the Public Service Commission, PO Box 615, Frankfort, KY, 40602, establishing the grounds for the request including the status and interest of the party. If the Public Service Commission does not receive a written request for intervention within thirty (30) days of the initial publication of this notice, the Public Service Commission may take final action on the application.