

Muhlenberg County Water District #3

4789 Main Street, Bremen Ky 42325

270 - 525 - 6333

January 10, 2012

Jeff Dereoun
Executive Director
KY Public Service Commission
PO Box 615
Frankfort, KY 40602

RE: Application for an Adjustment in Rates Pursuant to
the Alternative Rate Filing Procedure for Small Utilities

Dear Mr. Dereoun:

This is an application to request Commission approval for an increase in Muhlenberg County Water District #3's rate pursuant to the Alternative Rate Filing Procedure for Small Utilities. Attached is the completed "ARF Application."

The Company has mailed written notice of the proposed rate change and the estimated amount of increase per customer class to each customer. A copy of the customer notification letter and affidavit from the Company's Owner verifying that the notice has been mailed to each customer is enclosed.

A copy of this application and related filings has been sent to the Office of the Attorney General, State Capitol Building, Suite 118, Frankfort, KY 40601.

Sincerely,

Sandy Gary, Office Manager
Muhlenberg County Water District #3

Enclosure