

COMMONWEALTH OF KENTUCKY

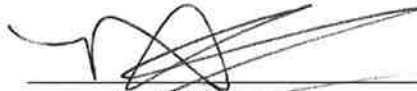
BEFORE THE PUBLIC SERVICE COMMISSION

IN THE MATTER OF:)
)
APPLICATION OF KENTUCKY-AMERICAN)
WATER COMPANY FOR AN ADJUSTMENT)
OF ITS WASTEWATER RATES PURSUANT)
TO 807 KAR 5:076)

CASE NO. 2014-00390

AFFIDAVIT OF NICK O. ROWE REGARDING CUSTOMER NOTICE OF PHASE IV RATES


Comes Nick O. Rowe, President, Kentucky-American Water Company, and states that on May 30, 2018, the notice attached hereto as Exhibit 1 was mailed to the Owenton and Rockwell wastewater customers.



NICK O. ROWE

COMMONWEALTH OF KENTUCKY)
)
COUNTY OF FAYETTE)

Subscribed and sworn to before me by Nick O. Rowe, President, Kentucky-American Water Company, for and on behalf of said corporation, this the 31st day of May, 2018.



NOTARY PUBLIC, State-At-Large
My Commission expires: 7/25/2020

EXHIBIT 1

NOTICE

On December 9, 2014, the Kentucky Public Service Commission ("PSC") accepted for filing Kentucky-American Water Company's ("Kentucky-American") application requesting to increase its sewer service revenues by approximately 21% to be implemented over two phases. After performing a review of Kentucky-American's application and records, the PSC Staff recommended that Kentucky-American be granted an increase in sewer service revenues of approximately 62% in four phases. Pursuant to the PSC's Orders of July 2 and 24, 2015, in Case No. 2014-00390, Kentucky-American will implement the revised rates, effective July 2, 2018:

Phase 4: To be implemented one year after the effective date of Phase 3 on July 2, 2018.

<u>Owenton – Within and Outside the City Limits</u>	<u>Phase 3 Rate</u>	<u>Phase 4 Rate</u>	<u>\$ Change</u>	<u>% Change</u>
First 2,000 gallons (Minimum Bill)	\$25.02	\$28.29	\$3.27	13% Increase
Next 1,000 gallons (per 1,000 gallons)	11.36	12.85	1.49	13% Increase
Next 2,000 gallons (per 1,000 gallons)	8.94	10.11	1.17	13% Increase
Next 5,000 gallons (per 1,000 gallons)	8.10	9.16	1.06	13% Increase
Next 10,000 gallons (per 1,000 gallons)	7.24	8.19	0.95	13% Increase
Next 20,000 gallons (per 1,000 gallons)	6.39	7.22	0.83	13% Increase
Over 40,000 gallons (per 1,000 gallons)	6.08	6.89	0.81	13% Increase
 <u>Rockwell Village</u>				
First 12,000 gallons (Minimum Bill)	\$30.06	\$34.00	\$3.94	13% Increase
Over 12,000 gallons (per 100 gallons)	0.2504	0.2830	0.0326	13% Increase

Average Monthly Bills

<u>Owenton- Inside City</u>	<u>Average Monthly Usage</u>	<u>Phase 3 Average Bill</u>	<u>Phase 4 Average Bill</u>	<u>\$ Change</u>	<u>% Change</u>
Residential	2,866 gallons	\$34.86	\$39.42	\$4.56	13% Increase
Commercial	17,437 gallons	148.60	168.07	19.47	13% Increase
Public Authority	20,595 gallons	170.96	193.36	22.40	13% Increase
 <u>Owenton – Outside City</u>					
Residential	2,657 gallons	\$32.48	\$36.73	\$4.25	13% Increase
 <u>Rockwell Village</u>					
Residential	2,990 gallons	\$30.06	\$34.00	\$3.94	13% Increase
Commercial	56,573 gallons	141.67	160.14	18.47	13% Increase
Industrial	16,532 gallons	41.41	46.83	5.42	13% Increase

Owenton – Inside City and Outside City Limits rates became the same on July 2, 2017.