PO. BOX 79

SALVISA. KENTUCKY 40372

November 16, 2016

Talina R. Mathews
Executive Director
Public Service Commission
211 Sower Blvd
Frankfort, KY 40601

RE: Case No. 2016-00325

Dear Ms. Mathews:

Uploaded to the PSC e-Filing System are the forms and supporting documentation of the North Mercer Water Districts ARF Application for an adjustment to its water rates. The ARF Application is being filed pursuant to 807 KAR 5:076.

The ARF Application uses calendar year 2015 as the Test Year, with appropriate adjustments to normalize revenues and expenses.

A copy of the ARF Application has been sent electronically to the Office of Rate Intervention in the Attorney General's Office.

Thank you for your consideration in this matter. Please contact me if any further information is needed.

Sincerely,

Mischell Lee General Manager

North Mercer Water District