



February 24, 2021

Ms. Linda C. Bridwell
Executive Director
Public Service Commission
211 Sower Blvd
P.O. Box 615
Frankfort Ky 40602

Subject: **Case No. 2020-00154**

Dear Ms. Bridwell:

In response to **Item 11** of the referenced order.

11. On or before January 1, 2021, Martin District, under Alliance's guidance, should evaluate whether a rate decrease or increase is necessary. Within ten days of completing the evaluation or March 1, 2021, whichever occurs first, Martin District, with the assistance of Alliance, should file a report in this proceeding that provides specific information regarding the evaluation and determination.

In discussions between Alliance and PSC staff it was determined that the appropriate approach would be to submit the evaluation, recommendation, and alternative rate request after having one full year of financial data. The audit of the 2020 District Financials will be submitted to the Board for review at the March 23rd Board Meeting.

With PSC approval, it is the intent of the Martin County Water District to submit the evaluation, recommendation, and alternative rate filing by 16:00 EST on 1 April 2021.

If you have any questions or concerns, please contact me at 606-548-2250 or via email at cmiller@alliancewater.com

Sincerely,

Craig Miller

Craig Miller, Division Manager
Alliance Water Resources

Cc: Jimmy Don Kerr, Board Chairman
Brian Cumbo, MCUD Attorney
Tony Sneed, P.E., Director of Operations