## COMMONWEALTH OF KENTUCKY

## BEFORE THE PUBLIC SERVICE COMMISSION OF KENTUCKY

)

In the Matter of:

Electronic Application of Water Service Corporation of Kentucky for a General Adjustment in Existing Rates

Case No. 2020-00160

# NOTICE OF FILING

Water Service Corporation of Kentucky ("WSCK"), by counsel, hereby provides notice that it is filing a Corrected Public Notice. On June 1, 2020, WSCK erroneously mailed public notices to customers in its Middlesboro service area that mentioned the proposed rates were for the Clinton service area. On June 16, 2020, WSCK mailed a notice to all customers in the Middlesboro service area clarifying that the proposed rate increase is for all customers. The affidavit attached to this Notice verifies WSCK's actions. Due to complications with the current state of emergency, this affidavit has not been notarized. A notarized affidavit will be filed in the record at a later date.

Respectfully submitted,

M. TODD OSTERLOH JAMES W. GARDNER STURGILL, TURNER, BARKER & MOLONEY, PLLC 333 W. Vine Street, Suite 1500 Lexington, Kentucky 40507 Telephone No.: (859) 255-8581 Fax No. (859) 231-0851 tosterloh@sturgillturner.com jgardner@sturgillturner.com

### ATTORNEYS FOR WSCK

# AFFIDAVIT

Comes \_\_\_\_\_\_Ann Raponi\_\_\_\_\_\_, and after first being duly sworn, deposes and states:

1. I am the \_\_\_\_Billing Supervisor\_\_\_\_\_\_ for Utilities, Inc.;

2. On June 1, 2020, I caused to be mailed customer notices regarding the proposed rate increase to all customers in Water Service Corporation of Kentucky's service area. The notices intended to be issued were filed with the Application in Case No. 2020-00160 as Exhibit 3. The customers in Water Service Corporation of Kentucky's Middlesboro service area received notices that referenced only the Clinton service area.

3. On June 16, 2020, I caused to be mailed a corrected customer notice to customers in Water Service Corporation of Kentucky's Middlesboro service area.

4. A copy of the corrected customer notice that was mailed out is attached to this affidavit as an exhibit.

5. This affidavit will be filed in compliance with 807 KAR 5:011, Section 8.

Further, Affiant sayeth naught, this 16th day of June 2020.

Ann Raponi

Ann Raponi

STATE OF \_\_\_\_\_ )
COUNTY OF \_\_\_\_\_ )

The foregoing affidavit was subscribed and sworn to before me this \_\_\_\_day of \_\_\_\_\_, 20\_\_\_\_, by \_\_\_\_\_.

My commission expires \_\_\_\_\_, 20\_\_\_.

Notary Public, Commission No.

#### Water Service Company of Kentucky

#### CORRECTION OF PRIOR NOTICE OF PROPOSED INCREASE

Water Service Corporation of Kentucky inadvertently issued a notice on June 1, 2020 to customers in its Middlesboro service area informing them that the Company intends to adopt a rate increase for customers in its Clinton service area.

To clarify, Water Service Corporation of Kentucky is proposing a uniform general rate increase for customers in all service areas.

Pursuant to the regulations of the Public Service Commission of Kentucky, Water Service Corporation of Kentucky gives notice to all customers that it intends to adopt an increase in its water rates. The utility is requesting an increase in annual revenue totaling \$1,080,300, which will be a total increase of 38.32% to the utility. The rates listed below are proposed to be effective July 1, 2020.

	Present Fixed Charge		Present First 100k gal Vol Rate		Present Over 100k gal Vol Rate		Proposed Fixed Charge		Proposed First 100k gal Vol Rate		Proposed Over 100k gal Vol Rate		Current Avg Bill	Proposed Avg Bill	Dollar Increase	% Increase
Water Service Corporation of Kentucky																
5/8" and 3/4" Meter	\$	11.45	\$	5.00	\$	3.35	\$	15.84	\$	7.55	\$	5.21	\$ 28.66	\$ 41.81	\$ 13.16	45.91%
1" Meter	\$	28.63	\$	5.00	\$	3.35	\$	39.60	\$	7.55	\$	5.21	\$ 103.17	\$ 152.12	\$ 48.95	47.45%
1.5" Meter	\$	57.25	\$	5.00	\$	3.35	\$	79.19	\$	7.55	\$	5.21	\$ 229.15	\$ 338.69	\$ 109.54	47.80%
2" Meter	\$	91.60	\$	5.00	\$	3.35	\$	126.70	\$	7.55	\$	5.21	\$ 192.77	\$ 279.42	\$ 86.66	44.95%
3" Meter	\$	171.75	\$	5.00	\$	3.35	\$	237.56	\$	7.55	\$	5.21	\$ 2,194.72	\$ 3,360.06	\$1,165.34	53.10%
4" Meter	\$	286.25	\$	5.00	\$	3.35	\$	395.94	\$	7.55	\$	5.21	\$ 2,733.63	\$ 4,178.25	\$1,444.62	52.85%
6" Meter	\$	572.50	\$	5.00	\$	3.35	\$	791.88	\$	7.55	\$	5.21	\$ 992.49	\$ 1,425.90	\$ 433.41	43.67%
Municipally Owned Hydrants	\$	7.40					\$	8.10					\$ 7.40	\$ 10.24	\$ 2.84	38.32%
Private Hydrants & Sprinkler Systems	\$	33.50					\$	36.50					\$ 33.50	\$ 46.34	\$ 12.84	38.32%
Ambleside Private Fire Surcharge	\$	3.33					\$	3.63					\$ 3.33	\$ 4.61	\$ 1.28	38.32%

WSCK has proposed additions to its tariff to include a Qualified Infrastructure Program surcharge that would be applied to all customer classifications for qualified infrastructure investments. This surcharge would be calculated annually based on qualified infrastructure costs and applied to each customer's monthly bill. The surcharge would then be updated annually until the next rate case, at which time the investment costs would be incorporated into base rates and the surcharge reset at zero.

To increase the affordability for our most at-risk customers; WSCK is proposing an opt-in, low-income rate such that residences whose income falls below the poverty line can take advantage of a lower volumetric rate. The proposal would set a volumetric charge to \$5.93 per thousand gallons for the essential water consumption up to 3,000 gallons per month for qualifying customers. WSCK is also proposing a leak adjustment policy, whereby customers can receive a partial credit for underground leaks on customer-owned infrastructure under certain circumstances. In addition, WSCK is proposing a new wholesale water rate, proposed to be set at \$2.20 per 1,000 gallons.

The rates contained in the notice are the rates proposed by Water Service Corporation of Kentucky on or about June 1, 2020, with the Commission but that the Public Service Commission may order rates to be charged that differ from the proposed rates contained in this notice.

A corporation, association, or person may within thirty (30) days after the initial publication or mailing of notice of the proposed rate changes, submit a written request to intervene to the Public Service Commission, 211 Sower Boulevard, P.O. Box 615, Frankfort, Kentucky 40602 that establishes the grounds for the request including the status and interest of the party. If the Commission does not receive a written request for intervention within thirty (30) days of initial publication or mailing of the notice, the Commission may take final action on the application.

A person may examine this filing and any other documents Water Service Corporation of Kentucky has filed with the Public Service Commission at the offices of Water Service Corporation of Kentucky located at 100 East Jackson Street, Clinton, Kentucky 42031.

This filing and any other related documents can be examined at the Commission's offices located at 211 Sower Boulevard, Frankfort, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m., or found on the Public Service Commission's Web site at http://psc.ky.gov/. Written comments regarding the proposed rate may be submitted to the Public Service Commission by mail or through the Public Service Commission's Web site.

If you have any questions, feel free to contact us at (844) 310-5556. Please have your account number ready.

Water Service Corporation of Kentucky