SOUTH WOODFORD WATER DISTRICT 117- D CROSFIELD DRIVE VERSAILLES, KY 40383 PHONE & FAX 859-873-1308

March 9, 2022

Ms. Linda Bridwell Executive Director Public Service Commission 211 Sower Blvd Frankfort, KY 40601

> RE: Case No. 2022-00035 South Woodford Water District Alternative Rate Filing Adjustment

Dear Ms. Bridwell:

Enclosed for filing in the referenced case is South Woodford Water District's application for an adjustment to its water rates. This ARF Application is being filed pursuant to 807 KAR 5:076 and uses calendar year 2020 as the test year with appropriate adjustments to normalize revenues and expenses.

There are three particularly important circumstances related to this application that I want to bring to your attention:

- South Woodford Water District respectfully requests an expedited review of this ARF Application due to significant cash flow challenges that the District is currently experiencing.
- 2. Subsequent to adoption of the resolution authorizing this application, South Woodford Water District has awarded a contract for distribution system maintenance services that will markedly increase the hourly rates field repairs. Staff is working to compute the effect of these new rates on annual costs and intends to submit an update to the Statement of Adjusted Operations shortly.

3. South Woodford Water District has submitted a Letter of Intent for Kentucky Infrastructure Authority Funds B/C in the amount of \$2,230,000 for a comprehensive system rehabilitation project. The District has not yet brought this matter to Kentucky Public Service Commission for their consideration, but intends to do so shortly. The debt service for this project has not been included in this ARF Application

The Attorney General's Office of Rate Intervention has also been provided a copy of this application by electronic mail.

My electronic mail address is swwdistrict@aol.com.

Sincerely,

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Barry Drury Chairman