COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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ELECTRONIC APPLICATION OF BIG)
SANDY WATER DISTRICT FOR AN) CASE NO. 2022-00044
ADJUSTMENT OF ITS WATER RATES)
PURSUANT TO 807 KAR 5:076)

NOTICE

Pursuant 807 KAR 5:076, Section 5(3), Big Sandy Water District files proof of the mailing of notice of the filing of application on March 25, 2021. An affidavit from Big Sandy Water District's office manager attesting to the date of mailing and contents of the notice is attached as Exhibit A.

Dated: April 18, 2022 Respectfully submitted,

Gerald E. Wuetcher Stoll Keenon Ogden PLLC 300 West Vine Street, Suite 2100 Lexington, Kentucky 40507-1801

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gerald.wuetcher@skofirm.com

Counsel for Big Sandy Water District

CERTIFICATE OF SERVICE

In accordance with 807 KAR 5:001, Section 8 and the Public Service Commission's Order of July 22, 2021 in Case No. 2020-00085, I certify that this document was electronically transmitted to the Public Service Commission on April 18, 2022 and that there are currently no parties that the Public Service Commission has excused from participation by electronic means in this proceeding.

Gerald E. Wuetcher

EXHIBIT A

COMMONWEALTH OF KENTUCKY)
) SS:
COUNTY OF BOYD)

AFFIDAVIT

Jessica Sexton, being duly sworn, states:

- 1. She is the Office Manager of Big Sandy Water District and has held this position since October 2020.
- 2. She assisted in the preparation of Big Sandy Water District's application for rate adjustment which was filed in PSC Case No. 2022-00044.
- 3. In connection with the preparation of the application for rate adjustment, she supervised the mailing of the notice of the filing of the application for rate adjustment to the current customers of Big Sandy Water District.
- 4. Notice of the filing of the application for rate adjustment, a copy of which is attached to this Affidavit as Exhibit A, was mailed by United States mail, postage prepaid, to all customers of Big Sandy Water District on March 25, 2022.

AFFIANT SAITH NOTHING FURTHER

Jessica Sexton

Subscribed and sworn to before me, a Notary Public in and before said County and State, this _____ day of April 2022.

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Notary Public

My Commission Expires:

Notary ID: <u>133.5</u>

EXHIBIT A

NOTICE

On or about March 25, 2022, Big Sandy Water District will file an application with the Kentucky Public Service Commission to adjust its monthly rates for water service. Big Sandy Water District's application will be filed pursuant to the procedures set forth in 807 KAR 5:076. Under those procedures, the proposed rates may not be placed into effect until the Kentucky Public Service Commission has issued an order approving the proposed rates or six (6) months from the date of the filing of the application, whichever occurs first.

The proposed rates for water service are as follows:

	Present Rate	Proposed Rate	Change (\$)	Change (%)
5/8-Inch Meter			(1)	(***)
First 1,000 Gallons	\$ 18.25 Minimum Bill	\$ 19.45 Minimum Bill	\$1.20	6.58
Next 9,000 Gallons	0.00940 Per Gallon	0.01002 Per Gallon	\$0.00062	6.60
Next 10,000 Gallons	0.00640 Per Gallon	0.00682 Per Gallon	\$0.00042	6.56
Next 20,00 Gallons	0.00595 Per Gallon	0.00634 Per Gallon	\$0.00039	6.55
Over 40,000 Gallons	0.00570 Per Gallon	0.00608 Per Gallon	\$0.00038	6.68
1-Inch Meter				
First 10,000 Gallons	\$ 102.85 Minimum Bill	\$ 109.62 Minimum Bill	\$6.77	6.58
Next 10,000 Gallons	0.00640 Per Gallon	0.00682 Per Gallon	\$0.00042	6.56
Next 20,00 Gallons	0.00595 Per Gallon	0.00634 Per Gallon	\$0.00039	6.55
Over 40,000 Gallons	0.00570 Per Gallon	0.00608 Per Gallon	\$0.00038	6.68
1 1/2-Inch Meter				
First 20,000 Gallons	\$ 166.85 Minimum Bill	\$ 177.83 Minimum Bill	\$10.98	6.58
Next 20,00 Gallons	0.00595 Per Gallon	0.00634 Per Gallon	\$0.00039	6.55
Over 40,000 Gallons	0.00570 Per Gallon	0.00608 Per Gallon	\$0.00038	6.68
2-Inch Meter				
First 40,000 Gallons	\$ 285.85 Minimum Bill	\$ 304.67 Minimum Bill	\$24.57	6.58
Over 40,000 Gallons	0.00570 Per Gallon	0.00608 Per Gallon	\$0.00038	6.68
3-Inch Meter				
First 100,000 Gallons	\$ 627.85 Minimum Bill	\$ 669.18 Minimum Bill	\$41.33	6.58
Over 100,000 Gallons	0.00570 Per Gallon	0.00608 Per Gallon	\$0.00038	6.68
4-Inch Meter				
First 200,000 Gallons	\$1,197.85 Minimum Bill	\$1,276.71 Minimum Bill	\$76.86	6.58
Over 200,000 Gallons	0.00570 Per Gallon	0.00608 Per Gallon	\$0.00038	6.68
Wholesale	0.00570 Per Gallon	0.00608 Per Gallon	\$0.00038	6.68
Service Connection Fee (5/8-Inch)	\$ 835.00	\$1,590.00	\$755.00	90.42
Second Tap Connection Fee (5/8-Inch)	\$ 600.00	\$ 970.00	\$370.00	61.67

If the Public Service Commission approves the proposed water rate, the increase in a customer's monthly bill will be:

Customer	Average Usage (gals)	Monthly Bill at Current Rate	Monthly Bill at Proposed Rate	Monthly Bill Increase (%)
5/8-Inch	3,397	\$ 40.78	\$ 43.47	6.60
1-Inch	7,347	\$ 102.85	\$ 109.62	6.58
1 1/2-Inch	3,818	\$ 166.85	\$ 177.83	6.58
2-Inch	18,600	\$ 285.85	\$ 304.67	6.58
3-Inch	115,944	\$ 718.73	\$ 766.12	6.59
4-Inch	542,575	\$ 3,150.53	\$ 3,359.57	6.64
Wholesale	0	0	0	0

Big Sandy Water District further proposes to assess a surcharge of \$6.15 on each customer's monthly bill for 60 months to fund a Water Loss Detection and Control Program. Big Sandy Water District has experienced unaccounted-for water loss in excess of 23 percent every year since 2010 and its average annual unaccounted-for water loss since 2010 is 33.4 percent of all water purchased. Prior Kentucky Public Service Commission approval will be required for each use of surcharge proceeds. All surcharge proceeds must be maintained in a separate interest-bearing account. All collections and uses of surcharge proceeds must be reported monthly to the Kentucky Public Service Commission. Failure to comply with the conditions attached to the proposed surcharge will result in termination of the Water Loss Detection and Control Program Surcharge and refund of all surcharge proceeds in Big Sandy Water District's possession or control and all proceeds disbursed for expenses or projects not approved by the Kentucky Public Service Commission.

The Kentucky Public Service Commission has established Case No. 2022-00044 to review Big Sandy Water District's application. Any person may examine this application at Big Sandy Water District's office, 18200 KY-3, Catlettsburg, Kentucky 41129, Monday through Friday, 8:00 a.m. to 4:00 p.m., or at the Kentucky Public Service Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m., or through the Public Service Commission's Web site at https://psc.ky.gov/Case/ViewCaseFilings/2022-00044.

Comments regarding the application may be submitted to the Kentucky Public Service Commission through the Commission's Web Site at http://psc.ky.gov or by e-mail to psc.info@ky.gov or by mail to the Public Service Commission, P.O. Box 615, Frankfort, Kentucky 40602.

The rates contained in this notice are the rates proposed by Big Sandy Water District. However, the Kentucky Public Service Commission may order rates to be charged that differ from the proposed rates. Such action may result in rates for consumers other than the rates in this notice.

A person may submit a timely written request for intervention to the Kentucky Public Service Commission, P.O. Box 615, Frankfort, Kentucky 40602, establishing the grounds for the request including the person's status and interest. If the Kentucky Public Service Commission does not receive a written request for intervention within thirty (30) days of the initial publication of notice, it may take final action on the proposed rates.

Big Sandy Water District Mailing Date: March 25, 2022