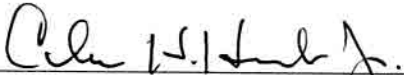


| Supplier(s) | Gallons Purchased during 12 month period |
|--|--|
| Mt. Sterling Water & Sewer | 66,573,806 |
| | |
| | |
| TOTAL PURCHASES | 66,573,806 |
| | |
| 4. Total sales for the 12 month period | 52,788,140 |
| | |
| 5. Increased water cost | \$15,311.98 |
| The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate. | |
| | |
| 6. Purchased water adjustment factor | .29 per 1000 gallons |
| The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold. | |
| <p>Note: The purchased water adjustment factor is added to each thousand gallons sold. If the minimum usage is 2,000 gallons then the purchased water adjustment factor would be added to the minimum bill twice. Revised tariff sheets must be attached showing the rate to be charged by the utility and the effective date of the increased rates.</p> | |
| | |
| 7. Proposed effective date | August 1, 2022 |
| | |
|  | |
| Signature of Utility Officer | |
| Chairman of the Board | |
| Title | |



MT. STERLING WATER & SEWER SYSTEM

POST OFFICE BOX 392 – 300 EAST MAIN STREET
MOUNT STERLING, KENTUCKY 40353-0392

July 1, 2022

Rachael Cartmill
Reid Village Water District
P.O. Box 610
Mt. Sterling, Kentucky 40353

Re: Wholesale Rate Increase

Rachael,

The purpose of this letter is to advise you that our utility, Mt. Sterling Water & Sewer (Mt. Sterling), is requesting approval from the Kentucky Public Service Commission (PSC) to increase wholesale water rates by 7.19% charged to water districts/associations served by our utility. This proposed increase is based upon the Consumer Price Index maintained and reported by the U.S. Department of Labor, Bureau of Labor Statistics, and the DLG (Department for Local Government), as well as several upcoming water and wastewater infrastructure projects slated for the 2022/2023 fiscal year. As a result, our water and sewer board of commissioners voted to increase water rates by a factor of 7.19% at the regular monthly board meeting held May 16, 2022.

Our utility has petitioned the Public Service Commission (PSC), to allow this increase to be passed along to our wholesale customers. A rate modification request has been filed, which includes a tariff sheet asking to increase our current wholesale water rate of \$3.17/1,000 gallons, up to \$3.40/1,000 gallons. We have requested that this increase be effective August 1, 2022. Should this increase be approved, it will be reflected in the September billing. This notice is being provided to comply with a PSC statute that requires affected wholesale customers to receive notice of any proposed rate increase a minimum of 30 days prior to the implementation of said increase. Included, please find a copy of notification of the proposed increase to our wholesale customers, notification to the PSC Executive Director, proposed tariff sheet, required PSC language, along with an excerpt from the Bureau of Labor Statistics web site and a copy of the letter from the DLG indicating the previously referenced inflationary increase.

In closing, thank you for both your understanding and cooperation regarding this matter. Should you have questions, comments, or concerns regarding this notice, please feel free to contact me at (859) 498-0166. A hard copy of this notice will follow in the mail. Thanks.

Sincerely,

Brad Reed
Manager
Mt. Sterling Water & Sewer

FOR REID VILLAGE AREA

PSC KY NO. _____

6th Revised SHEET NO. 1

CANCELLING PSC KY NO. _____

5th Revised SHEET NO. 1

REID VILLAGE WATER DISTRICT
(NAME OF UTILITY)

Monthly Water Rates

| | <u>Current</u> | | <u>Proposed</u> |
|--------------------|---------------------|------------------|-----------------|
| First 2000 gallons | + .29 + .29 + 25.95 | Minimum Bill | (I) 26.53 |
| Next 1000 gallons | .29 + 8.78 | per 1000 gallons | ↓ 9.07 |
| Next 2000 gallons | .29 + 8.19 | per 1000 gallons | ↓ 8.48 |
| Next 5000 gallons | .29 + 7.58 | per 1000 gallons | ↓ 7.87 |
| Over 10000 gallons | .29 + 6.96 | per 1000 gallons | ↓ 7.25 |

Non-Recurring Charges

| | |
|----------------------|----------|
| Connect Fee | \$27.00 |
| Deposit | \$81.00 |
| Re-connection Charge | \$35.00 |
| Tap On Fee | \$650.00 |

DATE OF ISSUE ~~July 1, 2019~~ August 1, 2022
MONTH / DATE / YEAR

DATE EFFECTIVE ~~July 1, 2019~~ August 1, 2022
MONTH / DATE / YEAR

ISSUED BY _____
SIGNATURE OF OFFICER

TITLE CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2019-00208 DATED July 9, 2019

REID VILLAGE WATER DISTRICT MINUTES
950 WINCHESTER ROAD
P O BOX 610
MT STERLING KY 40353
859-498-0062

DATE: July 15, 2022 TIME 10:00 a.m. Location: 950 Winchester Road

Those Present: Jim Costigan, Shannon White, Rachel Cartmill
Becky Lee

This meeting was called for the sole purpose of presenting a letter from Mt. Sterling Water & Sewer regarding the latest rate increase. Rachel presented this letter to the board and asked that we begin procedures for a pass-through rate increase to absorb the increase. Shannon made the first motion that we proceed and Jim second the motion. Rachel said she would begin the process with PSC.

Rachel also reminded them that the meeting, which was cancelled on July 12th is rescheduled for July 19th.

Nothing further.
Meeting adjourned at 10:15 a.m.

Reid Village Water District - WORKSHEET

Consumption Totals

| | |
|-------------|----------------|
| July 2021 | 4335747 |
| August 2021 | 4878783 |
| Sept 2021 | 4706167 |
| Oct. 2021 | 4197643 |
| Nov 2021 | 4306887 |
| Dec 2021 | 4349749 |
| Jan. 2022 | 4988070 |
| Feb 2022 | 3950074 |
| March 2022 | 3415890 |
| April 2022 | 3863296 |
| May 2022 | 4603043 |
| June 2022 | <u>5192791</u> |
| | 52788140 |

$$\begin{aligned} & \div 1000 \text{ gallons} \\ & = 52788.14 \end{aligned}$$

| | | | |
|-----------------------------|-------------------|-----------------------------------|---------------------|
| gallons purchased from MSWS | <u>66,573,806</u> | $\div 1000$ | = 66,573.81 |
| 66,573.81 | \times | purchased at Base (Cur. 3.17) | = 211,038.98 |
| 66,573.81 | \times | purchased at Base (New Rate 3.40) | = <u>226,350.96</u> |
| | | Difference | 15,311.98 |

$$15,311.98 \div 52788.14 = .29\phi$$

per 1000 gallons = water adj. factor.