



**GERALD WUETCHER**  
DIRECT DIAL: (859) 231-3017  
DIRECT FAX: (859) 259-3517  
gerald.wuetcher@skofirm.com

300 WEST VINE STREET  
SUITE 2100  
LEXINGTON, KY 40507-1801  
MAIN: (859) 231-3000  
FAX: (859) 253-1093

February 23, 2023

Ms. Linda C. Bridwell, P.E.  
Executive Director  
Kentucky Public Service Commission  
P.O. Box 615  
Frankfort, KY 40602-0615

**Re: Case No. 2022-00366**  
**Mountain Water District**

Dear Ms. Bridwell:

Mountain Water District has taken the following actions in response to your letter of February 22, 2023 regarding certain deficiencies contained Mountain Water District's Application for Adjustment of Water Rates:

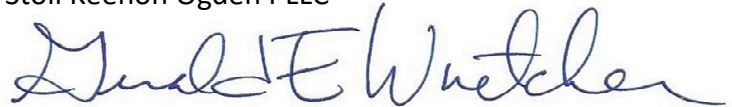
1. **Search-Capable Application - 807 KAR 5:001, Section 8(4)(b):** A revised version of the application that is search-capable in its entirety has been uploaded to the Commission's Electronic Filing System website at same time as the submission of this response. As no issues were reported with the separately filed exhibits to the Application, those exhibits have not been refiled.
2. **Public Notice – 807 KAR 5:001, Section 17(4):** Mountain Water District acknowledges that the initial publication of notice did not expressly state an effective date for the proposed rates for water service. The second and third publications of the notice will state that Mountain Water District proposes to charge the proposed rates "beginning March 20, 2023." A copy of the revised notice is enclosed as Enclosure 1. Also enclosed are an e-mail message to the *Appalachian News-Express* requesting the revision to the public notice (Enclosure 2) and an e-mail message confirming the revision to the published notice (Enclosure 3). By separate filing, Mountain Water District has moved for a deviation from 807 KAR 5:001, Section 17(4) to permit the acceptance of its published notice as sufficient.

Ms. Linda Bridwell, P.E.  
February 23, 2023  
Page 2

If Commission Staff has any questions regarding this letter or Mountain Water District's response to your letter of February 22, 2023, please contact me.

Sincerely,

Stoll Keenon Ogden PLLC



Gerald E. Wuetcher

GEW  
3 Enclosures

**ENCLOSURE 1**

## NOTICE

On or about February 17, 2023, Mountain Water District will file applications with the Kentucky Public Service Commission for the purpose of adjusting its monthly rates for water and sewer service. Mountain Water District is making these applications to comply with the Kentucky Public Service Commission's Order of December 13, 2021 in Case No. 2021-00412.

Mountain Water District proposes to charge the following rates for water service beginning March 20, 2023:

<b>WATER RATES</b>				
	<b>Present Rate</b>	<b>Proposed Rate</b>	<b>Change (\$)*</b>	<b>Change (%)</b>
<b>Residential</b>				
First 2,000 Gallons	\$ 24.09 Minimum Bill	\$ 28.23 Minimum Bill	\$ 4.14	17.19
Next 8,000 Gallons	\$ 8.55 Per 1,000 Gallons	\$ 11.76 Per 1,000 Gallons	\$ 3.21	37.54
Over 10,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 11.76 Per 1,000 Gallons	\$ 4.14	54.33
<b>Commercial (5/8 x 3/4-Inch Meter)</b>				
First 2,000 Gallons	\$ 24.09 Minimum Bill	\$ 33.00 Minimum Bill	\$ 8.91	36.99
Next 8,000 Gallons	\$ 8.55 Per 1,000 Gallons	\$ 10.03 Per 1,000 Gallons	\$ 1.48	17.31
Over 10,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 10.03 Per 1,000 Gallons	\$ 2.41	31.63
<b>Commercial (1-Inch Meter)</b>				
First 5,000 Gallons	\$ 49.74 Minimum Bill	\$ 63.09 Minimum Bill	\$ 13.35	26.84
Next 5,000 Gallons	\$ 8.55 Per 1,000 Gallons	\$ 10.03 Per 1,000 Gallons	\$ 1.48	17.31
Over 10,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 10.03 Per 1,000 Gallons	\$ 2.41	31.63
<b>Commercial (2-Inch Meter)</b>				
First 16,000 Gallons	\$ 168.69 Minimum Bill	\$ 173.42 Minimum Bill	\$ 4.73	2.80
Next 4,000 Gallons		\$ 10.03 Per 1,000 Gallons	\$ 44.85	26.59
Over 20,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 10.03 Per 1,000 Gallons	\$ 2.41	31.63
<b>Commercial (3-Inch Meter)</b>				
First 30,000 Gallons	\$ 244.89 Minimum Bill	\$ 333.90 Minimum Bill	\$ 89.01	36.35
Next 2,000 Gallons	\$ 7.62 Per 1,000 Gallons		\$ 73.77	30.12
Over 32,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 10.03 Per 1,000 Gallons	\$ 2.41	31.627
<b>Commercial (4-Inch Meter)</b>				
First 50,000 Gallons	\$ 397.29 Minimum Bill	\$ 514.44 Minimum Bill	\$117.15	29.49
Over 50,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 10.03 Per 1,000 Gallons	\$ 2.41	31.63
<b>Commercial (6-Inch Meter)</b>				
First 100,000 Gallons	\$ 778.29 Minimum Bill	\$1,015.94 Minimum Bill	\$237.65	30.53
Over 100,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 10.03 Per 1,000 Gallons	\$ 2.41	31.63
<b>Public Authority (5/8 x 3/4-Inch Meter)</b>				
First 2,000 Gallons	\$ 24.09 Minimum Bill	\$ 48.05 Minimum Bill	\$ 23.96	99.46
Next 8,000 Gallons	\$ 8.55 Per 1,000 Gallons	\$ 9.65 Per 1,000 Gallons	\$ 1.10	12.87
Over 10,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 9.65 Per 1,000 Gallons	\$ 2.03	26.64
<b>Public Authority (1-Inch Meter)</b>				
First 5,000 Gallons	\$ 49.74 Minimum Bill	\$ 77.00 Minimum Bill	\$ 27.26	54.80
Next 5,000 Gallons	\$ 8.55 Per 1,000 Gallons	\$ 9.65 Per 1,000 Gallons	\$ 1.10	12.87
Over 10,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 9.65 Per 1,000 Gallons	\$ 2.03	26.64
<b>Public Authority (2-Inch Meter)</b>				
First 16,000 Gallons	\$ 168.69 Minimum Bill	\$ 183.15 Minimum Bill	\$ 14.46	8.57

Next 4,000 Gallons		\$ 9.65 Per 1,000 Gallons	\$ 53.06	31.45
Over 20,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 9.65 Per 1,000 Gallons	\$ 2.03	26.64
<b>Public Authority (3-Inch Meter)</b>				
First 30,000 Gallons	\$ 244.89 Minimum Bill	\$ 337.55 Minimum Bill	\$ 92.66	37.84
Next 2,000 Gallons	\$ 7.62 Per 1,000 Gallons		\$ 77.42	29.76
Over 32,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 9.65 Per 1,000 Gallons	\$ 2.03	26.64
<b>Public Authority (4-Inch Meter)</b>				
First 50,000 Gallons	\$ 397.29 Minimum Bill	\$ 511.25 Minimum Bill	\$113.96	28.68
Over 50,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 9.65 Per 1,000 Gallons	\$ 2.03	26.64
<b>Public Authority (6-Inch Meter)</b>				
First 100,000 Gallons	\$ 778.29 Minimum Bill	\$ 993.75 Minimum Bill	\$215.46	27.68
Over 100,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 9.65 Per 1,000 Gallons	\$ 2.03	26.64
<b>Industrial (1-Inch Meter)</b>				
First 5,000 Gallons	\$ 49.74 Minimum Bill	\$ 106.08 Minimum Bill	\$ 56.34	113.27
Next 5,000 Gallons	\$ 8.55 Per 1,000 Gallons	\$ 11.21 Per 1,000 Gallons	\$ 2.66	31.11
Over 10,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 11.21 Per 1,000 Gallons	\$ 3.59	47.11
<b>Industrial (2-Inch Meter)</b>				
First 16,000 Gallons	\$ 168.69 Minimum Bill	\$ 229.39 Minimum Bill	\$ 60.70	35.98
Next 4,000 Gallons		\$ 11.21 Per 1,000 Gallons	\$105.54	62.56
Over 20,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 11.21 Per 1,000 Gallons	\$ 3.59	47.11
<b>Industrial (3-Inch Meter)</b>				
First 30,000 Gallons	\$ 244.89 Minimum Bill	\$ 408.75 Minimum Bill	\$163.86	66.91
Next 2,000 Gallons	\$ 7.62 Per 1,000 Gallons		\$148.62	60.69
Over 32,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 11.21 Per 1,000 Gallons	\$ 3.59	47.11
<b>Industrial (4-Inch Meter)</b>				
First 50,000 Gallons	\$ 397.29 Minimum Bill	\$ 610.53 Minimum Bill	\$213.24	53.67
Over 50,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 11.21 Per 1,000 Gallons	\$ 3.59	47.11
<b>Industrial (6-Inch Meter)</b>				
First 100,000 Gallons	\$ 778.29 Minimum Bill	\$1,171.03 Minimum Bill	\$392.74	50.46
Over 100,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 11.21 Per 1,000 Gallons	\$ 3.59	47.11
<b>Wholesale</b>				
Martin County Water District	\$3.17 per 1,000 gallons	\$ 3.90 per 1,000 gallons	\$ 0.73	23.02
Mingo County PSD	\$4.74 per 1,000 gallons	\$ 5.83 per 1,000 gallons	\$ 1.13	23.00
City of Jenkins				
First 50,000 Gallons	\$3.17 per 1,000 gallons	\$ 3.90 per 1,000 gallons	\$ 0.73	23.02
Over 50,000 Gallons	\$3.58 per 1,000 gallons	\$ 4.40 per 1,000 gallons	\$ 0.82	22.9
City of Elkhorn				
First 215,000 per day	\$2.99 per 1,000 gallons	\$ 3.67 per 1,000 gallons	\$ 0.68	22.74
Over 215,000 per day	\$3.17 per 1,000 gallons	\$ 3.90 per 1,000 gallons	\$ 0.73	23.03
*If the volume of water available in a minimum bill for a rate classification has changed, the amount of the change is calculated using the proposed minimum charge's volume and the prior minimum charge's volume.				

Mountain Water District further proposes to classify its customers based upon the following customer classes:

**Commercial:** private schools, colleges, hospitals, private educational, cultural, social or religious organizations, and business or manufacturing establishments if the water is not used principally in manufacturing or processing functions.

**Industrial:** manufacturing or processing establishments if the water is used principally in manufacturing or processing function.

**Residential:** single premise residences, multiple premises residences in which each premises is served through a single meter, multiple premises residences served through a single meter, and churches.

**Public Authority:** municipal, county, state or federal agencies (other than the sales of water for resale) and includes city buildings, public schools, public housing developments, libraries and hospitals, fire stations, county, state and federal buildings and agencies.

**Wholesale:** A private or public water utility which resells water to its customers.

If the Public Service Commission approves the proposed water rates, 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 (\$)	Monthly Bill Increase (%)
Residential	3,100	\$ 33.50	\$ 41.17	\$ 7.67	22.90
Commercial					
5/8-x 3/4-Inch Meter	3,455	\$ 36.53	\$ 47.59	\$ 11.06	30.28
1-Inch Meter	8,067	\$ 75.96	\$ 93.85	\$ 17.89	23.55
2-Inch Meter	50,688	\$ 402.53	\$ 521.34	\$ 118.81	29.52
3-Inch Meter	209,832	\$ 1,615.21	\$ 2,117.55	\$ 502.34	31.10
4-Inch Meter	156,570	\$ 1,209.35	\$ 1,583.34	\$ 373.99	30.92
6-Inch Meter	331,462	\$ 2,542.03	\$ 3,337.50	\$ 795.47	31.29
Public Authority					
5/8-x 3/4-Inch Meter	1,622	\$ 24.09	\$ 48.05	\$ 23.96	99.46
1-Inch Meter	11,662	\$ 105.15	\$ 141.29	\$ 36.14	34.37
2-Inch Meter	38,445	\$ 309.24	\$ 399.74	\$ 90.50	29.27
3-Inch Meter	161,182	\$ 1,244.50	\$ 1,584.16	\$ 339.66	27.29
4-Inch Meter	49,972	\$ 397.29	\$ 511.25	\$ 113.96	28.68
6-Inch Meter	37,673	\$ 778.29	\$ 993.75	\$ 215.46	27.68
Industrial					
2-Inch Meter	8,500	\$ 168.69	\$ 229.39	\$ 60.70	35.98
4-Inch Meter	678,250	\$ 5,184.56	\$ 7,653.21	\$2,468.65	47.62
Martin County Water District	10,633	\$ 33.71	\$ 41.47	\$ 7.76	23.00
Mingo County Public Service District	184,712	\$ 875.53	\$ 1,076.87	\$ 201.34	23.00
Jenkins Utilities	0	\$ 0.00	\$ 0.00	\$ 0.00	0
City of Elkhorn	4,627,241	\$13,835.45	\$16,981.97	\$3,146.52	22.74
*Meter sizes not listed did not have any customers during the period used to establish the proposed rates.					

Mountain Water District further proposes to assess, beginning March 20, 2023, a Water Infrastructure Improvement Surcharge of \$5.61 on each water customer's monthly bill for 36 months to finance proposed infrastructure improvements to reduce water loss and improve service quality. 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 Infrastructure Improvement Charge Surcharge and refund of all surcharge proceeds Mountain Water District's possession or control and all proceeds disbursed for expenses or projects not approved by the Kentucky Public Service Commission.

Mountain Water District also proposes to adjust its rates for monthly sewer service. Mountain District proposes to place the Phase 1 rates into effect on March 20, 2023. Phase 2 rates will become effective one year later. Phase 3 rates will become effective two years later. The proposed rates for sewer service are as follows:

<b>SEWER RATES (PHASE 1)</b>				
<b>All Users With Metered Water Service</b>				
	<b>Present Rate</b>	<b>Proposed Rate</b>	<b>Change (\$)</b>	<b>Change (%)</b>
First 2,000 Gallons	\$37.73 Minimum Bill	\$ 43.39 Minimum Bill	\$ 5.66	15.00
Over 2,000 Gallons	\$16.17 Per 1,000 Gallons	\$ 19.57 Per 1,000 Gallons	\$ 3.40	21.03
<b>All Users Without Metered Water Service</b>				
	<b>Present Rate</b>	<b>Proposed Rate</b>	<b>Change (\$)</b>	<b>Change (%)</b>
Monthly Rate	\$78.15 Per Month	\$ 83.62 Per Month	\$ 5.47	7.00

<b>SEWER RATES (PHASE 2)</b>				
<b>All Users With Metered Water Service</b>				
	<b>Present Rate</b>	<b>Proposed Rate</b>	<b>Change (\$)</b>	<b>Change (%)</b>
First 2,000 Gallons	\$37.73 Minimum Bill	\$ 47.92 Minimum Bill	\$10.19	27.01
Over 2,000 Gallons	\$16.17 Per 1,000 Gallons	\$ 22.15 Per 1,000 Gallons	\$ 5.98	36.98
<b>All Users Without Metered Water Service</b>				
	<b>Present Rate</b>	<b>Proposed Rate</b>	<b>Change (\$)</b>	<b>Change (%)</b>
Monthly Rate	\$78.15 Per Month	\$ 87.80 Per Month	\$ 9.65	12.35

<b>SEWER RATES (PHASE 3)</b>				
<b>All Users With Metered Water Service</b>				
	<b>Present Rate</b>	<b>Proposed Rate</b>	<b>Change (\$)</b>	<b>Change (%)</b>
First 2,000 Gallons	\$37.73 Minimum Bill	\$ 52.44 Minimum Bill	\$14.71	38.99
Over 2,000 Gallons	\$16.17 Per 1,000 Gallons	\$ 24.74 Per 1,000 Gallons	\$ 8.57	53.00
<b>All Users Without Metered Water Service</b>				
	<b>Present Rate</b>	<b>Proposed Rate</b>	<b>Change (\$)</b>	<b>Change (%)</b>
Monthly Rate	\$78.15 Per Month	\$ 90.44 Per Month	\$12.29	15.73

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

<b>Customer</b>	<b>Average Usage (gals)</b>	<b>Monthly Bill at Current Rate</b>	<b>Monthly Bill at Phase 1 Rate</b>	<b>Increase Over Current (%)</b>	<b>Monthly Bill at Phase 2 Rate</b>	<b>Increase Over Current (%)</b>	<b>Monthly Bill at Phase 3 Rate</b>	<b>Increase Over Current (%)</b>
User with Metered Water Service	4,134	\$72.24	\$85.15	17.87	\$95.19	31.77	\$105.24	45.68
User w/o Metered Water Service	NA	\$78.15	\$83.62	7.00	\$87.80	12.35	\$90.44	15.73

The Kentucky Public Service Commission has established Cases No. 2022-00366 (Water) and No. 2022-00367 (Sewer) to review Mountain Water District’s applications. Any person may examine these applications at Mountain Water District’s office, Mountain Water District, 6332 Zebulon Highway, Pikeville, Kentucky 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/2022-366> (Water) or <https://psc.ky.gov/Case/ViewCaseFilings/2022-367> (Sewer).

Comments regarding either application may be submitted to the Kentucky Public Service Commission through the Commission’s Web Site at <https://psc.ky.gov/Case/SearchCasesPublicComments> or by e-mail to [psc.info@ky.gov](mailto: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 Mountain 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.

Mountain Water District  
First Publication Date: February 17, 2023



**ENCLOSURE 2**

## Gerald Wuetcher

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**From:** Tammy Olson <tolson@mtwater.org>  
**Sent:** Wednesday, February 22, 2023 11:16 AM  
**To:** Class Ads  
**Cc:** Gerald Wuetcher  
**Subject:** CORRECTION TO AD  
**Attachments:** NewspaperNotice\_Revised 2-22-23.docx

**CAUTION:** This email originated from outside of the organization. Do not click links or open attachments unless you recognize the sender and know the content is safe.

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Deb,

The water rate notice that the Mountain Water District has scheduled to run the next two Friday's needs a correction. Please see attached the notice and I have highlighted the only change that needs to be made. We should have put the effective date on the first page. The rest of the notice is fine as you published it, just please make this correction for the next two Friday's run dates.

Thanks,  
Tammy Olson  
Office/Compliance Manager  
Mountain Water District  
(606) 631-6165

## NOTICE

On or about February 17, 2023, Mountain Water District will file applications with the Kentucky Public Service Commission for the purpose of adjusting its monthly rates for water and sewer service. Mountain Water District is making these applications to comply with the Kentucky Public Service Commission's Order of December 13, 2021 in Case No. 2021-00412.

Mountain Water District proposes to charge the following rates for water service beginning March 20, 2023:

<b>WATER RATES</b>				
	<b>Present Rate</b>	<b>Proposed Rate</b>	<b>Change (\$)*</b>	<b>Change (%)</b>
<b>Residential</b>				
First 2,000 Gallons	\$ 24.09 Minimum Bill	\$ 28.23 Minimum Bill	\$ 4.14	17.19
Next 8,000 Gallons	\$ 8.55 Per 1,000 Gallons	\$ 11.76 Per 1,000 Gallons	\$ 3.21	37.54
Over 10,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 11.76 Per 1,000 Gallons	\$ 4.14	54.33
<b>Commercial (5/8 x 3/4-Inch Meter)</b>				
First 2,000 Gallons	\$ 24.09 Minimum Bill	\$ 33.00 Minimum Bill	\$ 8.91	36.99
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<b>Commercial (1-Inch Meter)</b>				
First 5,000 Gallons	\$ 49.74 Minimum Bill	\$ 63.09 Minimum Bill	\$ 13.35	26.84
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<b>Commercial (4-Inch Meter)</b>				
First 50,000 Gallons	\$ 397.29 Minimum Bill	\$ 514.44 Minimum Bill	\$117.15	29.49
Over 50,000 Gallons	\$ 7.62 Per 1,000 Gallons	\$ 10.03 Per 1,000 Gallons	\$ 2.41	31.63
<b>Commercial (6-Inch Meter)</b>				
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<b>Public Authority (1-Inch Meter)</b>				
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<b>Public Authority (4-Inch Meter)</b>				
First 50,000 Gallons	\$ 397.29 Minimum Bill	\$ 511.25 Minimum Bill	\$113.96	28.68
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<b>Wholesale</b>				
Martin County Water District	\$3.17 per 1,000 gallons	\$ 3.90 per 1,000 gallons	\$ 0.73	23.02
Mingo County PSD	\$4.74 per 1,000 gallons	\$ 5.83 per 1,000 gallons	\$ 1.13	23.00
City of Jenkins				
First 50,000 Gallons	\$3.17 per 1,000 gallons	\$ 3.90 per 1,000 gallons	\$ 0.73	23.02
Over 50,000 Gallons	\$3.58 per 1,000 gallons	\$ 4.40 per 1,000 gallons	\$ 0.82	22.9
City of Elkhorn				
First 215,000 per day	\$2.99 per 1,000 gallons	\$ 3.67 per 1,000 gallons	\$ 0.68	22.74
Over 215,000 per day	\$3.17 per 1,000 gallons	\$ 3.90 per 1,000 gallons	\$ 0.73	23.03
*If the volume of water available in a minimum bill for a rate classification has changed, the amount of the change is calculated using the proposed minimum charge's volume and the prior minimum charge's volume.				

Mountain Water District further proposes to classify its customers based upon the following customer classes:

**Commercial:** private schools, colleges, hospitals, private educational, cultural, social or religious organizations, and business or manufacturing establishments if the water is not used principally in manufacturing or processing functions.

**Industrial:** manufacturing or processing establishments if the water is used principally in manufacturing or processing function.

**Residential:** single premise residences, multiple premises residences in which each premises is served through a single meter, multiple premises residences served through a single meter, and churches.

**Public Authority:** municipal, county, state or federal agencies (other than the sales of water for resale) and includes city buildings, public schools, public housing developments, libraries and hospitals, fire stations, county, state and federal buildings and agencies.

**Wholesale:** A private or public water utility which resells water to its customers.

If the Public Service Commission approves the proposed water rates, 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 (\$)	Monthly Bill Increase (%)
Residential	3,100	\$ 33.50	\$ 41.17	\$ 7.67	22.90
Commercial					
5/8-x 3/4-Inch Meter	3,455	\$ 36.53	\$ 47.59	\$ 11.06	30.28
1-Inch Meter	8,067	\$ 75.96	\$ 93.85	\$ 17.89	23.55
2-Inch Meter	50,688	\$ 402.53	\$ 521.34	\$ 118.81	29.52
3-Inch Meter	209,832	\$ 1,615.21	\$ 2,117.55	\$ 502.34	31.10
4-Inch Meter	156,570	\$ 1,209.35	\$ 1,583.34	\$ 373.99	30.92
6-Inch Meter	331,462	\$ 2,542.03	\$ 3,337.50	\$ 795.47	31.29
Public Authority					
5/8-x 3/4-Inch Meter	1,622	\$ 24.09	\$ 48.05	\$ 23.96	99.46
1-Inch Meter	11,662	\$ 105.15	\$ 141.29	\$ 36.14	34.37
2-Inch Meter	38,445	\$ 309.24	\$ 399.74	\$ 90.50	29.27
3-Inch Meter	161,182	\$ 1,244.50	\$ 1,584.16	\$ 339.66	27.29
4-Inch Meter	49,972	\$ 397.29	\$ 511.25	\$ 113.96	28.68
6-Inch Meter	37,673	\$ 778.29	\$ 993.75	\$ 215.46	27.68
Industrial					
2-Inch Meter	8,500	\$ 168.69	\$ 229.39	\$ 60.70	35.98
4-Inch Meter	678,250	\$ 5,184.56	\$ 7,653.21	\$2,468.65	47.62
Martin County Water District	10,633	\$ 33.71	\$ 41.47	\$ 7.76	23.00
Mingo County Public Service District	184,712	\$ 875.53	\$ 1076.87	\$ 201.34	23.00
Jenkins Utilities	0	\$ 0.00	\$ 0.00	\$ 0.00	0
City of Elkhorn	4,627,241	\$13,835.45	\$16,981.97	\$3,146.52	22.74
*Meter sizes not listed did not have any customers during the period used to establish the proposed rates.					

Mountain Water District further proposes to assess, beginning March 20, 2023, a Water Infrastructure Improvement Surcharge of \$5.61 on each water customer’s monthly bill for 36 months to finance proposed infrastructure improvements to reduce water loss and improve service quality. 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 Infrastructure Improvement Charge Surcharge and refund of all surcharge proceeds Mountain Water District's possession or control and all proceeds disbursed for expenses or projects not approved by the Kentucky Public Service Commission.

Mountain Water District also proposes to adjust its rates for monthly sewer service. Mountain District proposes to place the Phase 1 rates into effect on March 20, 2023. Phase 2 rates will become effective one year later. Phase 3 rates will become effective two years later. The proposed rates for sewer service are as follows:

<b>SEWER RATES (PHASE 1)</b>				
<b>All Users With Metered Water Service</b>				
	<b>Present Rate</b>	<b>Proposed Rate</b>	<b>Change (\$)</b>	<b>Change (%)</b>
First 2,000 Gallons	\$37.73 Minimum Bill	\$ 43.39 Minimum Bill	\$ 5.66	15.00
Over 2,000 Gallons	\$16.17 Per 1,000 Gallons	\$ 19.57 Per 1,000 Gallons	\$ 3.40	21.03
<b>All Users Without Metered Water Service</b>				
	<b>Present Rate</b>	<b>Proposed Rate</b>	<b>Change (\$)</b>	<b>Change (%)</b>
Monthly Rate	\$78.15 Per Month	\$ 83.62 Per Month	\$ 5.47	7.00

<b>SEWER RATES (PHASE 2)</b>				
<b>All Users With Metered Water Service</b>				
	<b>Present Rate</b>	<b>Proposed Rate</b>	<b>Change (\$)</b>	<b>Change (%)</b>
First 2,000 Gallons	\$37.73 Minimum Bill	\$ 47.92 Minimum Bill	\$10.19	27.01
Over 2,000 Gallons	\$16.17 Per 1,000 Gallons	\$ 22.15 Per 1,000 Gallons	\$ 5.98	36.98
<b>All Users Without Metered Water Service</b>				
	<b>Present Rate</b>	<b>Proposed Rate</b>	<b>Change (\$)</b>	<b>Change (%)</b>
Monthly Rate	\$78.15 Per Month	\$ 87.80 Per Month	\$ 9.65	12.35

<b>SEWER RATES (PHASE 3)</b>				
<b>All Users With Metered Water Service</b>				
	<b>Present Rate</b>	<b>Proposed Rate</b>	<b>Change (\$)</b>	<b>Change (%)</b>
First 2,000 Gallons	\$37.73 Minimum Bill	\$ 52.44 Minimum Bill	\$14.71	38.99
Over 2,000 Gallons	\$16.17 Per 1,000 Gallons	\$ 24.74 Per 1,000 Gallons	\$ 8.57	53.00
<b>All Users Without Metered Water Service</b>				
	<b>Present Rate</b>	<b>Proposed Rate</b>	<b>Change (\$)</b>	<b>Change (%)</b>
Monthly Rate	\$78.15 Per Month	\$ 90.44 Per Month	\$12.29	15.73

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

<b>Customer</b>	<b>Average Usage (gals)</b>	<b>Monthly Bill at Current Rate</b>	<b>Monthly Bill at Phase 1 Rate</b>	<b>Increase Over Current (%)</b>	<b>Monthly Bill at Phase 2 Rate</b>	<b>Increase Over Current (%)</b>	<b>Monthly Bill at Phase 3 Rate</b>	<b>Increase Over Current (%)</b>
User with Metered Water Service	4,134	\$72.24	\$85.15	17.87	\$95.19	31.77	\$105.24	45.68
User w/o Metered Water Service	NA	\$78.15	\$83.62	7.00	\$87.80	12.35	\$90.44	15.73

The Kentucky Public Service Commission has established Cases No. 2022-00366 (Water) and No. 2022-00367 (Sewer) to review Mountain Water District's applications. Any person may examine these applications at Mountain Water District's office, Mountain Water District, 6332 Zebulon Highway, Pikeville, Kentucky 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/2022-366> (Water) or <https://psc.ky.gov/Case/ViewCaseFilings/2022-367> (Sewer).

Comments regarding either application may be submitted to the Kentucky Public Service Commission through the Commission's Web Site at <https://psc.ky.gov/Case/SearchCasesPublicComments> or by e-mail to [psc.info@ky.gov](mailto: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 Mountain 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.

Mountain Water District

First Publication Date: February 17, 2023

ENCLOSURE 3



**Gerald Wuetcher**

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**From:** Tammy Olson <tolson@mtwater.org>  
**Sent:** Wednesday, February 22, 2023 11:44 AM  
**To:** Class Ads  
**Cc:** Gerald Wuetcher  
**Subject:** RE: CORRECTION TO AD

**CAUTION:** This email originated from outside of the organization. Do not click links or open attachments unless you recognize the sender and know the content is safe.

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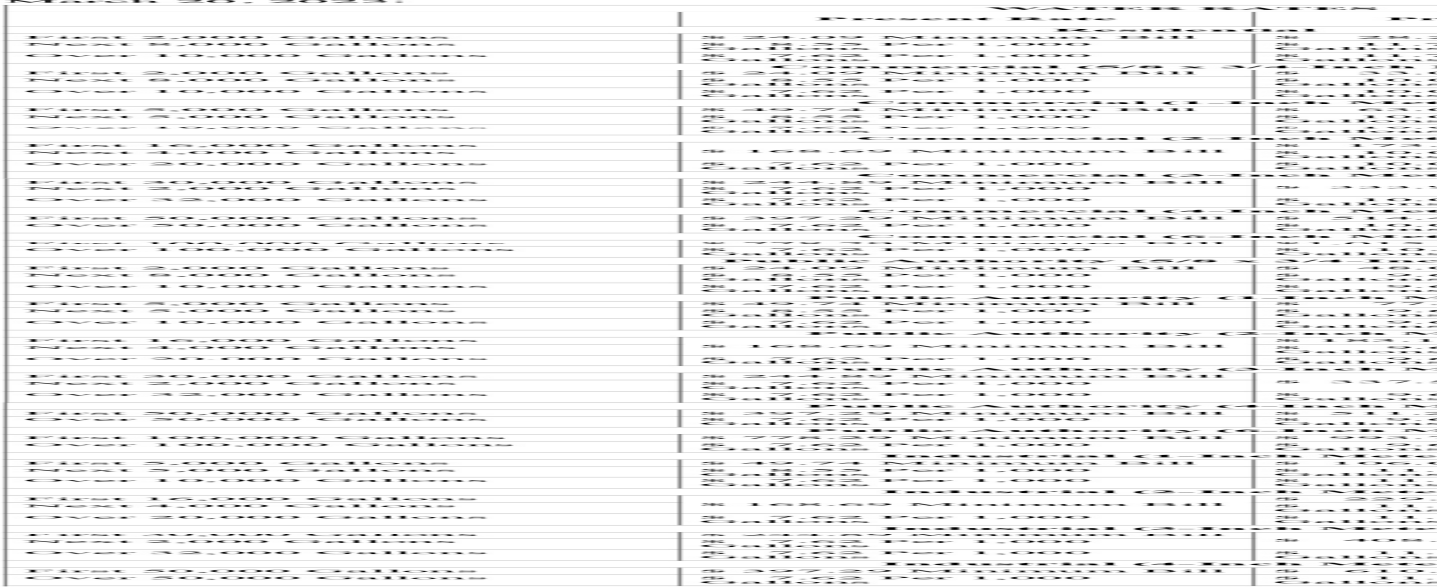
That looks good. Thank you for making the change for the next two publications.

Tammy Olson  
Mountain Water District

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**From:** Class Ads <classads@news-expressky.com>  
**Sent:** Wednesday, February 22, 2023 11:38 AM  
**To:** Tammy Olson <tolson@mtwater.org>  
**Subject:** Re: CORRECTION TO AD

Attached is the revised ad



Deborah Chambers  
Classified/Legal Manager  
Appalachian Newspapers Inc.  
PO Box 802 Pikeville, KY 41502  
606-437-4054 Office  
606-437-1375 Fax

On Feb 22, 2023, at 11:15 AM, Tammy Olson wrote:

Deb,

The water rate notice that the Mountain Water District has scheduled to run the next two Friday's needs a correction. Please see attached the notice and I have highlighted the only change that needs to be made. We should have put the effective date on the first page. The rest of the notice is fine as you published it, just please make this correction for the next two Friday's run dates.

Thanks,

Tammy Olson

Office/Compliance Manager

Mountain Water District

(606) 631-6165

<NewspaperNotice\_Revised 2-22-23.docx>