



June 23, 2022

Ms. Sheila Murphy, Office Manager
Beech Grove Water System
445 Highway 56 North
Calhoun, Kentucky 42327

Re: Proposed Wholesale Rate Decrease

Dear Ms. Murphy:

The Daviess County Water District (Daviess District) will be filing an Application for a General Rate adjustment on or about June 30, 2022 to comply with an Order from the Kentucky Public Service Commission (PSC). The Application will be seeking a rate adjustment for both retail and wholesale customers.

Daviess District is seeking to **decrease** its wholesale rate from \$4.84 to \$4.18 per 1,000 gallons. This is a **decrease** of **\$0.66 or 13.64%**. The proposed rate is based upon a comprehensive Cost of Service Study performed by the Kentucky Rural Water Association.

Enclosed is the Wholesale Customer Notice. This notice contains important information about how you can obtain a copy of the Application, your right to intervene in the PSC rate case proceeding, and other information required by the PSC.

If you have any questions, please let me know.

Sincerely,

William G. Higdon, General Manager

Enclosure

WHOLESALE CUSTOMER NOTICE WEST DIVISION

On or about June 30, 2022, Daviess County Water District will file an application with the Kentucky Public Service Commission to adjust its monthly rates for water service. Daviess County Water District is making this application to comply with the Kentucky Public Service Commission's Order of December 15, 2020 in Case No. 2020-00287. Daviess County Water District proposes to place the proposed rates into effect on August 1, 2022.

The current rate and the proposed rate for Daviess County Water District's wholesale customers are set forth as follows:

	Current Rate	Proposed Rate	\$ Difference	% Difference
Volumetric Rate (per 1,000 gallons)	\$4.84	\$4.18	\$(0.66)	(13.64)%

If the Kentucky Public Service Commission approves the proposed wholesale rate, then the monthly bill for a wholesale customer will **decrease** from \$4,840 to \$4,180 for each 1,000,000 gallons purchased. This is a **decrease** of \$660 for each million gallons or 13.64%.

The Kentucky Public Service Commission has established Case No. 2022-00142 to review Daviess County Water District's application. Any person may examine this application at Daviess County Water District's office, 3400 Bittel Road, Owensboro, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 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/2022-142>.

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 wholesale rate contained in this notice is the wholesale rate proposed by Daviess County Water District. However, the Kentucky Public Service Commission may order a rate to be charged that differs from the proposed rate. Such action may result in a rate for a wholesale customer other than the rate in this notice.

A wholesale customer or any 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 prior to the proposed effective date of the new wholesale rate (August 1, 2022), it may take final action on the proposed wholesale rate.

Daviess County Water District