### COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

### In the Matter of:

ELECTRONIC ALLEGED FAILURE OF NORTH	)	
MANCHESTER WATER ASSOCIATION, INC., ITS	)	
OFFICERS, STEVE DAVIS, BILL HURD, CARL	)	CASE NO.
GREGORY HOSKINS, BOBBY WOLFE, HENRY	)	2021-00339
SMITH, TED WOODS, CARL DAVID CRAWFORD,	)	
AND ITS MANAGER, JERRY RICE, TO COMPLY	)	
WITH KRS 278.140, KRS 278.230, 807 KAR 5:006, SEC.	)	
4, AND KRS 278.990	)	

### RESPONSE TO DEFICIENCY LETTER

North Manchester Water Association ("NMWA"), by counsel, hereby provides the following response to the Commission Staff's deficiency letter dated June 26, 2023.

1. Attached is a revised Customer Notice, which includes the following statement: "The average increase for a customer on a 5/8" & 3/4" meter using 4,248 gallons is \$10.16 per month or 28.6%. The average increase for a customer on a 1" meter using 14,843 gallons is \$41.36 per month or 40.8%. The average increase for a customer on a 2" meter using 138,951 gallons is \$406.36 per month or 46.5%. The average increase for a customer on a 3" meter using 180,870 gallons is \$529.77 per month or 46.7%."

NMWA has requested that the entire revised Customer Notice be published for three consecutive weeks starting the week of July 12.

2. Attached are completed ARF Form-3 for each member of the board and the manager. The notary stamp includes the notary identification number and expiration date. The Form for Carl David Crawford has been appropriately marked.

Respectfully submitted, STURGILL, TURNER, BARKER & MOLONEY, PLLC

/s/ M. Todd Osterloh

M. Todd Osterloh
James W. Gardner
Rebecca C. Price
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Lexington, KY 40507
Telephone No. (859) 255-8581
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igardner@sturgillturner.com

rprice@sturgillturner.com

Counsel for North Manchester Water Association

### **NOTICE**

North Manchester Water Association ("NMWA") has filed with the Public Service Commission, on June 1st, 2023, a proposed rate schedule, that will increase the rates for water service charged to customers as follows:

5/8" & 3/4" Meter:	Current rates	Proposed Rates Incre	ase (Dollars)	(Percentage)
First 2,000 gallons All Over 2,000 gallons	\$ 21.60 Min. bill \$ 6.22 per 1,000 gaL.	\$25.15 Min. bill \$ 9.16 per 1,000 gaL.	\$3.55 \$2.94	16.4% 47.3%
1" Meter:				
First 5,000 gallons All Over 5,000 gallons	\$ 40.21 Min. bill \$ 6.22 per 1,000 gaL.	\$52.63 Min. bill \$ 9.16 per 1,000 gaL.	\$12.42 \$2.94	30.9% 47.3%
2" Meter:				
First 15,000 gallons	\$ 102.29 Min. bill	\$144.23 Min. bill	\$41.94	41.0%
All Over 15,000 gallons	\$ 6.22 per 1,000 gaL.	\$ 9.16 per 1,000 gaL.	\$2.94	47.3%
3" Meter:				
First 30,000 gallons All Over 30,000 gallons	\$ 195.42 Min. bill \$ 6.22 per 1,000 gaL.	\$281.63 Min. bill \$ 9.16 per 1,000 gaL.	\$ 86.21 \$2.94	44.1% 47.3%

The average increase for a customer on a 5/8" & 3/4" meter using 4,248 gallons is \$10.16 per month or 28.6%. The average increase for a customer on a 1" meter using 14,843 gallons is \$41.36 per month or 40.8%. The average increase for a customer on a 2" meter using 138,951 gallons is \$406.36 per month or 46.5%. The average increase for a customer on a 3" meter using 180,870 gallons is \$529.77 per month or 46.7%.

Water flowing through the meter(s) before the effective date will be charged at the current rates while water flowing through the meter(s) on and after the effective date will be charged at the proposed rates.

This filing may be examined at the offices of NMWA located at 7361 N Highway 421 Manchester, KY 40962.

This filing may also be examined at the offices of the Public Service Commission located at 211 Sower Boulevard in Frankfort, Kentucky, Monday – Friday from 8:00 am – 4:30 pm or on the PSC website at <a href="http://psc.ky.gov">http://psc.ky.gov</a>.

Comments regarding this filing may be submitted by mail to the Public Service Commission, Post Office Box 615, Frankfort KY 40602; or through its website at <a href="http://psc.ky.gov">http://psc.ky.gov</a>.

The rates contained in this notice are the rates proposed by NMWA but the Public Service Commission may order rates that differ from the proposed rates.

Intervention may be requested by submitting a timely written request for intervention by mail to the Public Service Commission, Post Office Box 615, Frankfort, KY 40602. The request for intervention must establish the grounds for the request including the status and interest of the party.

If the Public Service Commission does not receive a written request for intervention within thirty (30) days of the providing this notice, the Public Service Commission may take final action on the filing.

represents all present transactions and months between North Manchest parties that exceed \$25.00 in value. Finclude, all transactions and payments made directly to or on behalf of: 1) the members of the Utility's board of compercent or greater ownership interest employee, director, commissioner or putility or 5) a business enterprise in	or the purpose of this statement, "related print excess of \$25.00, except regular salary, when Utility's current or former employees; 2) amissioners or board of directors; 3) personation the Utility; 4) family members* of a person with a 10 percent or greater owners on which any current or former Utility except or greater owners in the	st twenty-four (24) Itility") and related party transactions" ages and benefits, current or former as who have a 10 any current Utility hip interest in the apployee, director,
Name of Related Party	Type of Service Provided	Amount of
(Individual or Business)	By Related Party	Compensation
Check this box if the Utility has no	related party transactions.	
Check box if additional transaction	ns are listed on the supplemental page.	
commissioner, or any person with a 10	Utility is a family member of the Utility's chip percent or greater ownership interest in the y are related and the vature of the relationsh s Related to Utility Officials."	Utility. The name of each
Henry Smith (Print Name)	(Signed)	nitto
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\* "Family Member" means any person who is the spouse, parent, sibling, child, mother-in-law, father-in-law, son-in-law, daughter-in-law, grandparent, or grandchild of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility; or is a dependent for tax purposes of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or his or her spouse; or who is a member of the household of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility.

(Position/Office)

COMMONWEALTH OF KENTUCKY

COUNTY OF Clay

Subscribed and sworn to before me by

OTAR SOLUTION OF THE PROPERTY OF THE PROPERTY

(Name)

this 20 day of June

, 20<u>23</u>

NOTARY PUBLIC

State-at-Large

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(Individual or Business)	By Related Party	Compensation	
Check this box if the Utility has no	o related party transactions.		
Check box if additional transaction	ons are listed on the supplemental page.		
Check box if any employee of the Utility is a family member of the Utility's chief executive officer, a Utility			
commissioner, or any person with a 10 percent or greater ownership interest in the Utility. The name of each			
employee and the official to whom they are related and the nature of the relationship are listed on the supplemental page entitled "Employees Related to Utility Officials."			
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Mike Combs	I / mks Can	111	
(Print Name)	(Signed)		
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### ARF FORM-3 (November 2013)

COMMONWEALTH OF KENTUCKY
COUNTY OF Clay
Subscribed and sworn to before me by Mike (Name)
this 20 day of June, 2023.
NOTARY PUBLIC State-at-Large  NOTARY PUBLIC State-at-Large

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Carl David Crawt (Print Name)	(Signed)	
Vice President (Position/Office)		

### ARF FORM-3 (November 2013)

COMMONWEALTH OF KENTUCKY	
COUNTY OF Clay	
Subscribed and sworn to before me by	Carl David Crawford
this 20 day of June, 20	<u>23</u> .
STAD OBLIC CONTROLLING OBJECT OF THE PROPERTY	Kaitlyu Ookins NOTARY PUBLIC State-at-Large

represents all present transactions and months between North Manche parties that exceed \$25.00 in value. Finclude, all transactions and payments made directly to or on behalf of: 1) the members of the Utility's board of compercent or greater ownership interest employee, director, commissioner or putility or 5) a business enterprise in	or the purpose of this statement, "related prin excess of \$25.00, except regular salary, water Utility's current or former employees; 2) maissioners or board of directors; 3) persors in the Utility; 4) family members* of a person with a 10 percent or greater owners in which any current or former Utility encent or greater owners in the	at twenty-four (24) tility") and related party transactions" ages and benefits, current or former as who have a 10 any current Utility alp interest in the apployee, director,
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commissioner, or any person with a 10	percent or greater ownership interest in the yare related and the nature of the relationsh	Utility. The name of each
Carl G. Hoskins (Print Name)	(Signed)	~
member		

\* "Family Member" means any person who is the spouse, parent, sibling, child, mother-in-law, father-in-law, son-in-law, daughter-in-law, grandparent, or grandchild of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility; or is a dependent for tax purposes of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or his or her spouse; or who is a member of the household of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility.

(Position/Office)

### ARF FORM-3 (November 2013)

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commissioner, or any person with a 10 percent or greater ownership interest in the Utility. The name of each			
employee and the official to whom they are related and the nature of the relationship are listed on the supplemental page entitled "Employees Related to Utility Officials."			
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Rodney Jackson (Print Name)	(Signed) a Chy	poly	
n .			
Baid Monber (Position/Office)	7.7 - 47 - 40		

COMMONWEALTH OF KENTUCKY
COUNTY OF Clay
Subscribed and sworn to before me by hochey Sackson (Name)
this 20 day of June, 2023.
NOTARY PUBCIC State-at-Large

I swear or affirm to the best of my knowledge and belief the information set forth below represents all present transactions and those transactions occurring within the past twenty-four (24) months between 5/23 - 5/23 N. Manchester Water Assn ("Utility") and related parties that exceed \$25.00 in value. For the purpose of this statement, "related party transactions" include, all transactions and payments in excess of \$25.00, except regular salary, wages and benefits, made directly to or on behalf of: 1) the Utility's current or former employees; 2) current or former members of the Utility's board of commissioners or board of directors; 3) persons who have a 10 percent or greater ownership interest in the Utility; 4) family members\* of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or 5) a business enterprise in which any current or former Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or a family member of such person has an ownership interest.

Name of Related Party (Individual or Business)	Type of Service Provided By Related Party	Amount of Compensation
Check this box if the Utility has no r	elated party transactions.	
Check box if additional transactions	s are listed on the supplemental page.	
Check box if any employee of the Use ommissioner, or any person with a 10 per omployee and the official to whom they aupplemental page entitled "Employees I	are related and the nature of the relation	the Utility. The name of each
Steve Davis Print Name)	Stew Du	uiso
Pregident Position/Office)		

<sup>\* &</sup>quot;Family Member" means any person who is the spouse, parent, sibling, child, mother-in-law, father-in-law, son-in-law, daughter-in-law, grandparent, or grandchild of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility; or is a dependent for tax purposes of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or his or her spouse; or who is a member of the household of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility.

**COMMONWEALTH OF KENTUCKY** 

COUNTY OF CLAY

Subscribed and sworn to before me by Steve Davis

this 31st day of May

,2023

State-at-Large

# SUPPLEMENTAL SHEET STATEMENT OF DISCLOSURE OFRELATED PARTY TRANSACTIONS

Name:	Steve	Davis	
Position:	Preside	ent	

Name of Related Party (Individual or Business)	Type of Service Provided By Related Party	Amount of Compensation	
RoseLewis	Office Manager	Ill a be hon	
	-		
-			

I swear or affirm to the best of my knowledge and belief the information set forth below represents all present transactions and those transactions occurring within the past twenty-four (24) months between North Manchester Water Association ("Utility") and related parties that exceed \$25.00 in value. For the purpose of this statement, "related party transactions" include, all transactions and payments in excess of \$25.00, except regular salary, wages and benefits, made directly to or on behalf of: 1) the Utility's current or former employees; 2) current or former members of the Utility's board of commissioners or board of directors; 3) persons who have a 10 percent or greater ownership interest in the Utility; 4) family members* of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or 5) a business enterprise in which any current or former Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or a family member of such person has an ownership interest.					
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employee and the official to whom they are related and the nature of the relationship are listed on the supplemental page entitled "Employees Related to Utility Officials."					
supplemental page entitled Employee	A A A	,			
Bobby Wolfe (Print Name)	(Signed)	1			
p ms manay					
Treasurer	1.				
(Position/Office)	<del></del>				

# COUNTY OF Clay Subscribed and sworn to before me by Very (Name) this day of 11 Jene , 20 23. NOTARY PUBLIC State-at-Large

I swear or affirm to the best of a represents all present transactions and the months between parties that exceed \$25.00 in value. For include, all transactions and payments in made directly to or on behalf of: 1) the members of the Utility's board of comm percent or greater ownership interest it employee, director, commissioner or persufficiently or 5) a business enterprise in a commissioner or person with a 10 percent member of such person has an ownership	the purpose of this statement, "relate excess of \$25.00, except regular salary Utility"; current or former employees issioners or board of directors; 3) pen the Utility; 4) family members" of son with a 10 percent or greater own which any current or former Utility and or greater ownership interest in the except of the property of th	e past twenty-four (24) ("Utility") and related ed party transactions" y, wages and benefits, ; 2) current or former ersons who have a 10 of any current Utility nership interest in the y employee, director,
Name of Related Party (Individual or Business)	Type of Service Provided B / Related Party	Amount of Compensation
Steve Davis	President	#0
	are listed on the supplemental page.  ility is a family member of the Utility's reent or greater ownership interest in the related and the nature of the relation	the Utility. The name of each
Mare Hanner		

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(Position/Office)

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COUNTY OF Clay

Subscribed and sworn to before me by \_\_

Frose Lewis

this 21 day of June

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Strite-at-Large

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