# COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION OF KENTUCKY

In the Matter of:

ELECTRONIC TARIFF FILING OF THE	)	
HARRODSBURG WATER DEPT. REVISING	)	Case No. 2023-00206
ITS WHOLESALE WATER SERVICE RATE	)	

### NOTICE OF FILING

The City of Harrodsburg ("Harrodsburg"), by counsel, hereby responds to the Commission's Order dated June 29, 2023, establishing an investigation into the reasonableness of Harrodsburg's proposed tariff. The Commission requested that Harrodsburg file proof of satisfaction of the contractual condition precedent to increase wholesale rates. On Wednesday, June 28, 2023, Harrodsburg tendered the enacted Ordinance Number 2023-19 to the Commission. Harrodsburg has attached proof of submission of Ordinance Number 2023-19 to this filing. Accordingly, Harrodsburg provided the Commission with evidence that it satisfied the condition precedent to increasing wholesale rates in advance of the Commission's June 29, 2023 Order.

Respectfully submitted,

M. TODD OSTERLOH

STURGILL, TURNER, BARKER & MOLONEY, PLLC

333 W. Vine Street, Suite 1500

Lexington, Kentucky 40507

Telephone No.: (859) 255-8581 tosterloh@sturgillturner.com

ATTORNEY FOR CITY OF HARRODSBURG

<sup>&</sup>lt;sup>1</sup> Order, 2023-00206 at 5 (June 29, 2023).

From: Rebecca C. Price

To: Todd Osterloh; Hinton, Daniel E (PSC)
Cc: Rogness, Benjamin (PSC); Abshire, Jeff A (PSC)

**Subject:** RE: KY-PSC Electronic Filing Center NotificationTFS2023-00276

**Date:** Wednesday, June 28, 2023 4:30:00 PM

Attachments: 2023-24 Water Rates.pdf

Mr. Hinton,

Please see attached Ordinance 2023-19 that had its second reading in a special called meeting on June 15, 2023.

Please let me know if you need anything further.

Thanks, Rebecca

### Rebecca C. Price

Attorney

rprice@sturgillturner.com mobile: 859.699.1487



Sturgill, Turner, Barker & Moloney, PLLC 333 West Vine Street, Suite 1500 Lexington, KY 40507 p: 859.255.8581 | f: 859.231.0851 sturgillturner.com

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From: Todd Osterloh <tosterloh@sturgillturner.com>

**Sent:** Wednesday, June 28, 2023 9:20 AM **To:** Hinton, Daniel E (PSC) <dehinton@ky.gov>

**Cc:** Rogness, Benjamin (PSC) <benjamin.rogness@ky.gov>; Rebecca C. Price <rprice@sturgillturner.com>; Abshire, Jeff A (PSC) <jeff.abshire@ky.gov> **Subject:** RE: KY-PSC Electronic Filing Center NotificationTFS2023-00276

#### Daniel.

I am told that Harrodsburg passed the rate increase ordinance on Monday, June 26. I am trying to get a copy of the signed ordinance. Once we get it, we'll forward it to you.

I am out of town, so if you need anything, you can also reach out to Rebecca Price in my office. Todd

From: Todd Osterloh

Sent: Tuesday, June 13, 2023 9:14 AM

To: Hinton, Daniel E (PSC) < dehinton@ky.gov>

**Cc:** Rogness, Benjamin (PSC) < benjamin.rogness@ky.gov >; Abshire, Jeff A (PSC)

<<u>ieff.abshire@ky.gov</u>>

**Subject:** RE: KY-PSC Electronic Filing Center NotificationTFS2023-00276

#### Daniel,

I am attaching the draft ordinance for Harrodsburg. As I understand it, this ordinance had a first reading last night. It'll be on the June 26 agenda for a second reading and vote. Todd

#### M. Todd Osterloh

Member

tosterloh@sturgillturner.com

mobile: 859.433.0027



Sturgill, Turner, Barker & Moloney, PLLC 333 W. Vine Street, Suite 1500 Lexington, KY 40507-1681 p: 859.255.8581 | f: 859.231.0851 sturgillturner.com

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From: Hinton, Daniel E (PSC) < dehinton@ky.gov>

**Sent:** Tuesday, June 6, 2023 7:37 AM

**To:** Todd Osterloh <a href="mailto:tosterloh@sturgillturner.com">tosterloh@sturgillturner.com</a>>

**Cc:** Rogness, Benjamin (PSC) < benjamin.rogness@ky.gov>; Abshire, Jeff A (PSC)

<jeff.abshire@ky.gov>

**Subject:** RE: KY-PSC Electronic Filing Center NotificationTFS2023-00276

Todd,

Please provide the Harrodsburg Ordinance authorizing the proposed 6.5 percent increase to the retail and wholesale customers.

I've set the filing to Amendment Expected so you should be able to upload the ordinance directly to

TFS2023-00276.

If you have any questions, please let us know.

Thanks.

Daniel

From: KY Public Service Commission c.tariffs@ky.gov

**Sent:** Friday, June 2, 2023 4:22:57 PM (UTC-05:00) Eastern Time (US & Canada)

To: tosterloh@sturgillturner.com <tosterloh@sturgillturner.com>

Cc: PSC Tariffs <psc.tariffs@ky.gov>

Subject: KY-PSC Electronic Filing Center NotificationTFS2023-00276

This notification has been sent to you regarding your recent Tariff filing: TFS2023-00276 file(s) have been transmitted successfully.

Documents received for Tariff filing: TFS2023-00276 for City of Harrodsburg Water Dept. 6/2/2023 4:22:51 PM

File Summary:

File Name: Harrodsburg\_Rate\_Increase\_Notice\_(01888967).pdf

Description: Support Document

File Name: Read1st\_Harrodsburg\_July\_2023\_Tariff\_(01890051).pdf

Description: Cover Letter

File Name: Tariff\_North\_Mercer\_Lake\_Village\_2023.pdf

Description: Tariff

Thank you.

## **CAUTION EXTERNAL EMAIL**

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## **ORDINANCE NUMBER 2023-19**

# AN ORDINANCE OF THE CITY OF HARRODSBURG, KENTUCKY AMENDING CODE OF ORDINANCES TITLE V: PUBLIC WORKS, SECTION 51, GENERAL WATER AND SEWER PROVISIONS, SECTION 51.03 B, WATER RATES

WHEREAS, the Board of Commissioners of the City of Harrodsburg desires to amend the General Water and Sewer Provisions, Section 51.03, which were last comprehensively updated by Ordinance 2022-08 and;

WHEREAS, the City of Harrodsburg has updated their infrastructure and has several loans to Rural Development and Kentucky Infrastructure Authority. Additional revenues are needed in order to meet the minimum qualifications on the letter on conditions to pay the debt service on the loans;

# NOW THEREFORE BE IT ORDAINED BY THE BOARD OF COMMISSIONERS OF THE CITY OF HARRODSBURG THAT THE FOLLOWING RATES BE ADOPTED;

# (B) Specifically,

(1) Minimum water rate. The minimum water bill shall be [\$13.12] \$13.97 per month, and each water customer shall be entitled to 250 cubic feet of water consumption per month to customers of all size connections, except for any contractual arrangements with specific customers for additional surcharges.

[Number of Cubic Feet of water per month]	[Minimum Monthly Charge]
[First 250]	[\$13.12 minimum charge]
[Next 750]	[\$4.98 per 100 cubic feet]
[Next-3,000]	[\$4.32 per 100 cubic feet]
[Next 6,000]	[\$3.67 per 100 cubic feet]
[Next 25,000]	[\$3.13 per 100 cubic feet]
[Next 25,000]	[\$2.61 per 100 cubic feet]
[All over 60,000]	[\$2.09 per 100 cubic feet]

# Effective July 1,2023 CPI 6.5% increase

Number of Cubic Feet	Minimum Monthly
of water per month	<u>Charge</u>
First 250	\$13.97 minimum charge
<u>Next 750</u>	\$5.30 per 100 cubic feet
Next 3,000	\$4.60 per 100 cubic feet
Next 6,000	\$3.91 per 100 cubic feet
Next 25,000	\$3.33 per 100 cubic feet
Next 25,000	\$2.78 per 100 cubic feet
All over 60,000	\$2.23 per 100 cubic feet

- (2) Meter rates for water usage in addition to minimum charge. Subject to the minimum monthly water rate specified above, the following metered charges shall be made for each 100 cubic feet of water consumption per month to customers of all size connections, except for any contractual arrangements with specific customers for additional surcharges.
- (3) At the beginning of each fiscal year, the Water rates will be adjusted in accordance with the annual CPI (Consumer Price Index) which is maintained and reported by the U.S. Department of Labor, Business of Labor Statics.
- (4) Each customer's bill will include a \$1.50 surcharge which will be used to fund future infrastructure projects.

This ordinance shall be effective on upon its passage, approval, and publication as required by law.

Passed 1st Reading: June 12, 2023

Passed 2nd Reading: June 15, 2023

Published:

Mayor or Mayor Pro Tem City of Harrodsburg

Attest:

Shavonna Huffman, City Clerk/Treasurer