



**PEAKS MILL WATER DISTRICT
7165 US 127 NORTH
FRANKFORT, KY 40601
502-227-5740**

December 4, 2023

Ms. Linda Bridwell
Executive Director
Public Service Commission
211 Sower Blvd
Frankfort, KY 40601

RE: Case No. 2023-00401
Peaks Mill Water District
Alternative Rate Filing Adjustment

Dear Ms. Bridwell:

Enclosed for filing in the referenced case is Peaks Mill Water District's (the "District") application for an adjustment to its water rates. This ARF Application is being filed pursuant to 807 KAR 5:076 and uses calendar year 2022 as the test year with appropriate adjustments to normalize revenues and expenses.

This application is based upon a cost-of-service study to reflect additional costs of operating the District the past 3 years. In addition, the District has added one large customer with a 4-inch meter. The District previously served only residential and a small number of commercial customers. A new rate structure is proposed based upon the AWWA Commodity-Demand Method. A new retail rate structure with minimum bills specific to each meter size is proposed.

The District respectfully requests an expedited review of this application. The District's cash balance has declined by a total of \$196,621 or an average of \$19,662 per month during January through October 2023.

The District also respectfully requests that any authorized rate increase be implemented equally over two years and that any authorized water loss reduction surcharge be implemented immediately.

The Attorney General's Office of Rate Intervention has also been provided a copy of this application by electronic mail.

My electronic mail address is pmwd2011@att.net.

Sincerely,

A handwritten signature in black ink that reads "Church Quarles". The signature is written in a cursive, flowing style.

Church Quarles
Chairman
Peaks Mill Water District