

StraightLine Kentucky

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January 22, 2024

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

RE: Case No. 2023-00401
Peaks Mill Water District
Request to Include Cost of Rate Study

Dear Ms. Bridwell:

Peaks Mill Water District has requested that the cost of the rate study be included as a known and measurable contractual services expense in the revenue requirement for Case No. 2023-00401.

The cost of the rate study proposed by Kentucky Rural Water Association and approved by Peaks Mill Water District is \$9,000. Amortized over three years, this would result in an adjustment of \$3,000 in an increase to the proforma contractual services expense.

This adjustment was not included in the original rate application. I respectfully request that it be added to the revenue requirement.

Sincerely,



Robert K. Miller

attachment



Proposed Rate Study

Peaks Mill Water District

Prepared by: Kentucky Rural Water Association

July 2023

Kentucky Rural Water Association (KRWA) will perform a water rate study for Peaks Mill Water District using methodologies acceptable to Kentucky Public Service Commission (KY PSC) upon approval of this proposal.

Scope of Work

This work will include completing the following items:

- ✓ Preparation of Schedule of Adjusted Operations, Revenue Requirement Calculations, Proposed Rate Schedules, and Billing Analyses.
- ✓ Preparation of a written summary report.
- ✓ Attendance at one meeting with Board of Commissioners for presentation of report.
- ✓ Submission of Alternative Rate Filing Application to KY PSC.
- ✓ Coordination and submission of responses to KY PSC Staff Requests for Information.
- ✓ Preparation of response to KY PSC Staff Report.
- ✓ Preparation of updated Tariff sheets.

This proposal does not include attendance at public hearings and other meetings.

Qualifications

The rate study will be performed by an experienced contractor selected by KRWA.

Estimated Start and Completion Times

The rate study will begin within approximately 30 days of approval of this proposal. Completion time is determined by KY PSC but is typically within 210 days of approval of this proposal.

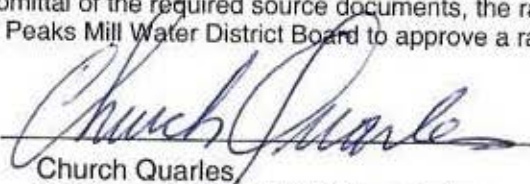
Proposed Cost

Total \$9,000

Note: there are no grant funds currently available to reduce the cost of this study; this cost may be recovered by the District in any newly authorized rates.

Upon timely submittal of the required source documents, the rate study will be completed by December 1, 2023 allowing for the Peaks Mill Water District Board to approve a rate filing in December, 2023.

Accepted by:


Church Quarles

Chairman, Peaks Mill Water District
Approved by PMWD Board 8/14/23

Date:


08/17/2023