COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

| In the Matter of: | | |
|-------------------------------------|---|---------------------|
| ELECTRONIC APPLICATION OF KENTUCKY- |) | |
| AMERICAN WATER COMPANY FOR AN |) | CASE NO. 2025-00122 |
| ADJUSTMENT OF RATES |) | |

LEXINGTON-FAYETTE URBAN COUNTY GOVERNMENT'S POST-HEARING BRIEF

In accordance with the Commission's Order dated September 26, 2025, Lexington-Fayette Urban County Government ("LFUCG"), by counsel, reaffirms its support for the positions taken by the witnesses John Defever and Richard Baudino, which were sponsored jointly by LFUCG and the Attorney General. Simply put, Kentucky-American Water Company's ("KAWC") proposed rates are unreasonable and should be denied. To the extent that any increase in rates is authorized, the Commission must reduce KAWC's proposed revenue requirement to reflect reductions to the rate of return, payroll expense, incentive compensation, unaccounted-for water, rate case expense, business development expense, 401(k) expense, the growth factor, membership dues, payroll tax, and benefits expense. LFUCG also supports Defever's position on KAWC's Qualified Infrastructure Program Surcharge and adjustments to KAWC's calculation of its cash working capital.

Respectfully submitted,

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