

February 13, 2020

Public Service Commission 211 Sower Blvd. P.O. Box 615 Frankfort, KY 40602-0615

## RE: Case Number 2019-00271

**Dear Public Service Commission Members:** 

My comments pertain to Duke Energy's request for an increase in electric rates for users in the utility's Northern Kentucky region. An investor owned utility has a responsibility to treat its stakeholders—customers, shareholders, and staff, in a fair and reasonable manner, and at the same time provide safe reliable energy.

Duke Energy's request for a 16.2% electric rate increase is **unreasonable**. In 2018, after 11 years of no increase by Duke in the fixed charge, the PSC approved a new fixed rate of \$11, up from \$4.50. That seemed fair, given the number of years with no increase, as well as changes now taking place in the energy industry. But coming back two year later with a 27.3% increase in the fixed rate to \$14 seems out of bounds and disproportionately burdensome to customers. Has Duke explored other alternatives in meeting a viable return on its investment in infrastructure? To what extent are other stakeholders sharing the burden?

I live in Ludlow where the poverty rate in this town of 4500 is 21.4%. In next door Covington the rate is 24.7%. Ludlow has a large number of rental units, and 66% of the residents in this housing are below the poverty line. Absorbing such a large rate increase will indeed be a challenge to those on fixed incomes and low wage earners. In addition, such a large increase in the base rate creates a disincentive for customers to improve energy efficiency in their homes.

I am aware that it is the responsibility of the utility company, and not the PSC to determine the affordability factor in rate setting. I sense that Duke did not consider this factor adequately when it made its request to the PSC. I urge the PSC to request that Duke go back to the drawing board and come up with a more realistic rate request where all stakeholders share the burden.

murger

Ruth Bámberger 596 River's Breeze Dr. Ludlow, KY 41016

FEB 21 2020

PUBLIC SERVICE



Ruth Bamberger 596 Rivers Breeze Dr Ludlow, KY 41016

CIPCIPERATION-45

**BLACK HERITAGE** 

19 FER 2000 PM 6-1

Public Sorvise Communion

211 Sower Black. P.D. Box 615

Funkfort, Ky 70602-0615