

Rubin & Hays

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CHARLES S. MUSSON
W. RANDALL JONES
CHRISTIAN L. JUCKETT

RECEIVED

August 13, 2019

AUG 16 2019

PUBLIC SERVICE
COMMISSION

Ms. Gwen R. Pinson
Executive Director
Public Service Commission
P.O. Box 615
Frankfort, Kentucky 40602

Re: McCreary County Water District **PSC Case No. 2019-00246**

Dear Director Pinson:

Pursuant to 807 KAR 5:069, Section 3(3)(b), enclosed please find the Affidavit of Publication and Tearsheet relating to the Notice of Proposed Rate Change of the McCreary County Water District.

If you need any additional information or documentation, please let us know.

Sincerely,

Rubin & Hays

By 
W. Randall Jones

WRJ:ilm
Enclosures

AFFIDAVIT OF PUBLICATION

I, Patricia Stephens

Of the McCreary County Voice, a weekly newspaper, holding a mailing permit, published in Whitley City, county of McCreary, Commonwealth of Kentucky, do swear and subscribe that the attached proof of publication of a legal notice was published in said newspaper in the issue of

July 4, 2019 a 4 Col. X 12"

Legal Notice

a 48" ad for which the sum of \$ 240.00 is due and payable.

Signed: Patricia Stephens

Title: Publisher

Subscribed and sworn to before me, a notary public for the County of McCreary, Commonwealth of Kentucky this 4th

day of July, 20 19.

My commission expires 03/27/23.

Sandy W. Stephens

NOTICE OF PROPOSED RATE CHANGE

IN ACCORDANCE WITH THE REQUIREMENTS OF THE KENTUCKY PUBLIC SERVICE COMMISSION ("PSC") AS SET OUT IN 807 KAR 5:069, SECTION 3, NOTICE IS HEREBY GIVEN TO THE CUSTOMERS OF THE MCCREARY COUNTY WATER DISTRICT ("DISTRICT") OF A CHANGE IN WATER & SEWER RATES FOR USERS OF THE DISTRICT'S WATER & SEWER SYSTEM. THE CHANGES IN WATER RATES AND SEWER RATES ARE REQUIRED BY THE U.S. DEPARTMENT OF AGRICULTURE, ACTING THROUGH RURAL DEVELOPMENT ("RD") IN CONNECTION WITH A LOAN BY RD TO THE DISTRICT IN THE PRINCIPAL AMOUNT OF \$1,324,000 TO BE EVIDENCED BY THE ISSUANCE BY THE DISTRICT OF ITS WATER AND SEWER REVENUE BONDS IN SUCH AMOUNT, WHICH RD HAS AGREED TO PURCHASE PROVIDED THE DISTRICT MEETS CERTAIN CONDITIONS OF RD, INCLUDING REVISING THE WATER AND SEWER RATES AS SET FORTH BELOW:

CURRENT MONTHLY WATER RATES	
RESIDENTIAL & NON-RESIDENTIAL METER FIRST 2,000 GALLONS ALL OVER 2,000 GALLONS	MONTHLY RATE \$20.35 MINIMUM \$6.75 PER 1,000 GALLONS
FEDERAL CORRECTIONAL FACILITY FIRST 1,950,000 GALLONS ALL OVER 1,950,000 GALLONS	\$13,162.50 MINIMUM \$6.75 PER 1,000 GALLONS
RIVERWOODS FIRST 450,000 GALLONS ALL OVER 450,000 GALLONS	\$1,860.00 MINIMUM \$6.75 PER 1,000 GALLONS
CUMBERLAND FALLS STATE PARK FIRST 600,000 GALLONS ALL OVER 600,000 GALLONS	\$2,600.00 MINIMUM \$4.25 PER 1,000 GALLONS
WHITLEY COUNTY WATER DISTRICT	\$3.48 PER 1,000 GALLONS

PROPOSED MONTHLY WATER RATES			
RESIDENTIAL & NON-RESIDENTIAL METER FIRST 2,000 GALLONS ALL OVER 2,000 GALLONS	NEW MONTHLY RATE \$21.98 \$7.29	DOLLAR CHANGE \$1.63 \$0.54	PERCENT CHANGE 8% 8%
FEDERAL CORRECTIONAL FACILITY FIRST 1,950,000 GALLONS ALL OVER 1,950,000 GALLONS	\$14,215.50 \$7.29	\$1,053.00 \$0.54	8% 8%
RIVERWOODS FIRST 450,000 GALLONS ALL OVER 450,000 GALLONS	\$2,008.80 \$7.29	\$148.80 \$0.54	8% 8%
CUMBERLAND FALLS STATE PARK FIRST 600,000 GALLONS ALL OVER 600,000 GALLONS	\$2,808.00 \$4.59	\$208.00 \$0.34	8% 8%
WHITLEY COUNTY WATER DISTRICT	\$3.76	\$0.28	8%

CURRENT MONTHLY SEWER RATES	
RESIDENTIAL & NON-RESIDENTIAL METER FIRST 2,000 GALLONS NEXT 18,000 GALLONS ALL OVER 20,000 GALLONS	MONTHLY RATE \$19.35 MINIMUM \$6.75 PER 1,000 GALLONS \$6.00 PER 1,000 GALLONS
FEDERAL CORRECTIONAL FACILITY FIRST 1,300,000 GALLONS ALL OVER 1,300,000 GALLONS	\$7,762.50 MINIMUM \$6.75 PER 1,000 GALLONS

PROPOSED MONTHLY SEWER RATES			
RESIDENTIAL & NON-RESIDENTIAL METER FIRST 2,000 GALLONS NEXT 18,000 GALLONS ALL OVER 20,000 GALLONS	NEW MONTHLY RATE \$24.19 \$8.44 \$7.50	DOLLAR CHANGE \$4.84 \$1.69 \$1.50	PERCENT CHANGE 25% 25% 25%
FEDERAL CORRECTIONAL FACILITY FIRST 1,950,000 GALLONS ALL OVER 1,950,000 GALLONS	\$9,703.13 \$8.44	\$1,940.63 \$1.69	25% 25%

THE PROPOSED MONTHLY WATER RATES SHALL BE EFFECTIVE FOR WATER SOLD AFTER THE DATE OF THE FINAL APPROVING ORDER OF THE PSC, WHICH ORDER IS EXPECTED TO BE ISSUED NO LATER THAN 30 DAYS OF THE FILING OF THE APPLICATION. THE APPLICATION FOR APPROVAL OF THE RATE CHANGE HAS BEEN FILED WITH THE PSC AND MAY BE EXAMINED DURING NORMAL BUSINESS HOURS AT THE FOLLOWING LOCATIONS: (I) MCCREARY COUNTY WATER DISTRICT OFFICE, 456 NORTH HWY 27, WHITLEY CITY, KENTUCKY 42653; (II) PSC, 211 SOWER BOULEVARD FRANKFORT, KENTUCKY, MONDAY THROUGH FRIDAY, 8:00 A.M. TO 4:30 P.M., E.T.; AND (III) VIA THE PSC WEBSITE AT [HTTP://PSC.KY.GOV](http://psc.ky.gov). COMMENTS REGARDING THE APPLICATION MAY BE SUBMITTED TO THE PSC VIA ITS WEBSITE OR BY MAIL TO PSC, P.O. BOX 615, FRANKFORT KENTUCKY 40602.

THE PROPOSED RATES ARE REQUIRED UNDER THE TERMS OF AN AGREEMENT BETWEEN THE DISTRICT AND RD AND KRS 278.023 DOES NOT GRANT THE PSC ANY DISCRETIONARY AUTHORITY TO MODIFY OR REJECT ANY PORTION OF THE AGREEMENT BETWEEN THE DISTRICT AND RD OR TO DEFER THE ISSUANCE OF ALL NECESSARY ORDERS TO IMPLEMENT THE TERMS OF THE AGREEMENT. THE RD LOAN PROCEEDS WILL BE USED TO FINANCE THE COSTS OF (I) INSTALLING APPROXIMATELY 10,400 LF OF 8", 11,900 LF OF 6", 7,230 LF OF 4", 2,100 LF OF 2" WATER MAIN, AND ALL RELATED APPURTENANCES FROM STEARNS TO SMITHTOWN ALONG KY HWY 92, KY HWY 791 AND NEAR THE SKULLBONE WATER STORAGE TANK; (II) IMPROVEMENTS TO THE CHEMICAL ROOM AT THE WASTEWATER TREATMENT PLANT; AND (III) NEW SERVICE LINE TO CONNECT EXISTING METERS.

SIGNED: RANDY KIDD, CHAIRMAN, MCCREARY COUNTY WATER DISTRICT.