



Office of the Utility Director
1700 Greenup Ave
PO BOX 1839
Ashland, KY 41101

February 28, 2024

Tim Webb, District Manager
Cannonsburg Water District
1606 Cannonsburg Rd.
Ashland, KY 41102

RE: Wholesale Water Rate Increase

On October 25, 2021, representatives from the City of Ashland presented to Cannonsburg Water District documentation from a utility rate study conducted by HDR Inc. The detailed study was prepared in compliance with Public Service Commission guidelines and AWWA's M-1 "Principles of Water Rates, Fees and Charges Manual" which is an industry standard method that is often referenced in litigation on rate disputes. As was presented at the time, the study supports a rate increase for all city of Ashland water customers. Subject to Kentucky Public Service Commission approval the new rate for wholesale customers, \$3.96 per 1,000 gallons, will become effective for Cannonsburg Water District on September 1, 2024.

Very Respectfully,

A handwritten signature in black ink that reads "Mark Hall". The signature is written in a cursive style with a large, looped "M" and "H".

Mark Hall
City of Ashland
Director of Utilities