

Butler County Water System, Inc. CUSTOMER NOTICE

Notice is hereby given that the Butler County Water System, Inc. will file an application with the Kentucky Public Service Commission on or about March 13, 2024, seeking approval of a proposed adjustment to its water rates. The proposed rates shall not become effective until the Public Service Commission has issued an order approving these rates.

Butler County Water System, Inc. is proposing a 2-year phase-in its proposed 34.50 percent rate increase. The proposed year-1 rates are contained in the table below.

| | | | Current Monthly Rates | | Proposed Monthly Rates | | Differences | |
|------------------------------------|------------|---------|-----------------------|------------|------------------------|------------|--------------|------------|
| | | | | | | | Dollar | Percentage |
| <u>5/8-Inch x 3/4-Inch- Meter</u> | | | | | | | | |
| First | 2,000 | Gallons | \$ 20.38 | Min. Bill | \$ 23.83 | Min. Bill | \$ 3.45 | 16.93% |
| Next | 4,000 | Gallons | 0.00590 | per Gallon | 0.00689 | per Gallon | \$ 0.00099 | 16.78% |
| Next | 44,000 | Gallons | 0.00524 | per Gallon | 0.00612 | per Gallon | \$ 0.00088 | 16.79% |
| Next | 50,000 | Gallons | 0.00451 | per Gallon | 0.00527 | per Gallon | \$ 0.00076 | 16.85% |
| Over | 100,000 | Gallons | 0.00376 | per Gallon | 0.00439 | per Gallon | \$ 0.00063 | 16.76% |
| <u>1-Inch Meter</u> | | | | | | | | |
| First | 5,000 | Gallons | \$ 38.68 | Min. Bill | \$ 45.25 | Min. Bill | \$ 6.57 | 16.99% |
| Next | 1,000 | Gallons | 0.00590 | per Gallon | 0.00689 | per Gallon | \$ 0.00099 | 16.78% |
| Next | 44,000 | Gallons | 0.00524 | per Gallon | 0.00612 | per Gallon | \$ 0.00088 | 16.79% |
| Next | 50,000 | Gallons | 0.00451 | per Gallon | 0.00527 | per Gallon | \$ 0.00076 | 16.85% |
| Over | 100,000 | Gallons | 0.00376 | per Gallon | 0.00439 | per Gallon | \$ 0.00063 | 16.76% |
| <u>1 1/2-Inch Meter</u> | | | | | | | | |
| First | 10,000 | Gallons | \$ 69.11 | Min. Bill | \$ 80.85 | Min. Bill | \$ 11.74 | 16.99% |
| Next | 40,000 | Gallons | 0.00524 | per Gallon | 0.00612 | per Gallon | \$ 0.00088 | 16.79% |
| Next | 50,000 | Gallons | 0.00451 | per Gallon | 0.00527 | per Gallon | \$ 0.00076 | 16.85% |
| Over | 100,000 | Gallons | 0.00376 | per Gallon | 0.00439 | per Gallon | \$ 0.00063 | 16.76% |
| <u>2-Inch Meter</u> | | | | | | | | |
| First | 16,000 | Gallons | \$ 101.44 | Min. Bill | \$ 118.67 | Min. Bill | \$ 17.23 | 16.99% |
| Next | 34,000 | Gallons | 0.00524 | per Gallon | 0.00612 | per Gallon | \$ 0.00088 | 16.79% |
| Next | 50,000 | Gallons | 0.00451 | per Gallon | 0.00527 | per Gallon | \$ 0.00076 | 16.85% |
| Over | 100,000 | Gallons | 0.00376 | per Gallon | 0.00439 | per Gallon | \$ 0.00063 | 16.76% |
| <u>3-Inch Meter</u> | | | | | | | | |
| First | 25,000 | Gallons | \$ 164.67 | Min. Bill | \$ 192.65 | Min. Bill | \$ 27.98 | 16.99% |
| Next | 25,000 | Gallons | 0.00524 | per Gallon | 0.00612 | per Gallon | \$ 0.00088 | 16.79% |
| Next | 50,000 | Gallons | 0.00451 | per Gallon | 0.00527 | per Gallon | \$ 0.00076 | 16.85% |
| Over | 100,000 | Gallons | 0.00376 | per Gallon | 0.00439 | per Gallon | \$ 0.00063 | 16.76% |
| <u>4-Inch Meter</u> | | | | | | | | |
| First | 30,000 | Gallons | \$ 227.81 | Min. Bill | \$ 266.53 | Min. Bill | \$ 38.72 | 17.00% |
| Next | 20,000 | Gallons | 0.00524 | per Gallon | 0.00612 | per Gallon | \$ 0.00088 | 16.79% |
| Next | 50,000 | Gallons | 0.00451 | per Gallon | 0.00527 | per Gallon | \$ 0.00076 | 16.85% |
| Over | 100,000 | Gallons | 0.00376 | per Gallon | 0.00439 | per Gallon | \$ 0.00063 | 16.76% |
| <u>6-Inch Meter</u> | | | | | | | | |
| First | 60,000 | Gallons | \$ 397.91 | Min. Bill | \$ 465.54 | Min. Bill | \$ 67.63 | 17.00% |
| Next | 40,000 | Gallons | 0.00451 | per Gallon | 0.00527 | per Gallon | \$ 0.00076 | 16.85% |
| Over | 100,000 | Gallons | 0.00376 | per Gallon | 0.00439 | per Gallon | \$ 0.00063 | 16.76% |
| <u>8-Inch</u> | | | | | | | | |
| First | 80,000 | Gallons | \$ 504.71 | Min. Bill | \$ 590.50 | Min. Bill | \$ 85.79 | 17.00% |
| Next | 20,000 | Gallons | 0.00451 | per Gallon | 0.00527 | per Gallon | \$ 0.00076 | 16.85% |
| Over | 100,000 | Gallons | 0.00376 | per Gallon | 0.00439 | per Gallon | \$ 0.00063 | 16.76% |
| <u>Private Fire Service Rates:</u> | | | | | | | | |
| | 1-1/2-Inch | | \$ 17.53 | | \$ 20.51 | | \$ 2.98000 | 17.00% |
| | 2-Inch | | \$ 26.20 | | \$ 30.65 | | \$ 4.45000 | 16.98% |
| | 3-Inch | | \$ 68.05 | | \$ 79.62 | | \$ 11.57000 | 17.00% |
| | 4-Inch | | \$ 147.92 | | \$ 173.07 | | \$ 25.15000 | 17.00% |
| | 6-Inch | | \$ 340.77 | | \$ 398.70 | | \$ 57.93000 | 17.00% |
| | 8-Inch | | \$ 658.17 | | \$ 770.06 | | \$ 111.89000 | 17.00% |
| | 10-Inch | | \$ 1,139.70 | | \$ 1,333.45 | | \$ 193.75000 | 17.00% |
| | 12-Inch | | \$ 1,799.31 | | \$ 2,105.19 | | \$ 305.88000 | 17.00% |

If the Public Service Commission approves the proposed year-1 rates, then the average monthly bill for each meter class will be as shown in the table below.

| Current and Proposed Customer Bills | | | | | |
|-------------------------------------|-----------------------|----------------------|-----------------------|-------------|------------|
| | Average Monthly Usage | Current Monthly Bill | Proposed Monthly Bill | Differences | |
| | | | | Dollar | Percentage |
| 5/8-Inch x 3/4-Inch- Meter | 4,008 | \$ 32.22 | \$ 37.71 | \$ 5.49 | 17.05% |
| 1-Inch Meter | 21,116 | \$ 123.78 | \$ 144.65 | \$ 20.87 | 16.86% |
| 1.5 Inch Meter | 213,248 | \$ 930.02 | \$ 1,086.77 | \$ 156.75 | 16.85% |
| 2-Inch Meter | 44,390 | \$ 250.20 | \$ 292.42 | \$ 42.22 | 16.87% |
| 4-Inch Meter | 80,347 | \$ 469.47 | \$ 548.86 | \$ 79.39 | 16.91% |
| 6-Inch Meter | 39,917 | \$ 397.91 | \$ 465.54 | \$ 67.63 | 17.00% |
| Private Fire Service Rates: | | | | | |
| 1-1/2-Inch | | \$ 17.53 | \$ 20.51 | \$ 2.98 | 17.00% |
| 2-Inch | | \$ 26.20 | \$ 30.65 | \$ 4.45 | 16.98% |
| 3-Inch | | \$ 68.05 | \$ 79.62 | \$ 11.57 | 17.00% |
| 4-Inch | | \$ 147.92 | \$ 173.07 | \$ 25.15 | 17.00% |
| 6-Inch | | \$ 340.77 | \$ 398.70 | \$ 57.93 | 17.00% |
| 8-Inch | | \$ 658.17 | \$ 770.06 | \$ 111.89 | 17.00% |
| 10-Inch | | \$ 1,139.70 | \$ 1,333.45 | \$ 193.75 | 17.00% |
| 12-Inch | | \$ 1,799.31 | \$ 2,105.19 | \$ 305.88 | 17.00% |

The proposed year-2 rates are contained in the table below.

| | | Current Monthly Rates | | Proposed Monthly Rates | | Differences | |
|------------------------------------|-----------------|-----------------------|------------|------------------------|------------|-------------|------------|
| | | | | | | Dollar | Percentage |
| 5/8-Inch x 3/4-Inch- Meter | | | | | | | |
| First | 2,000 Gallons | \$ 23.83 | Min. Bill | \$ 27.40 | Min. Bill | \$ 3.57 | 14.98% |
| Next | 4,000 Gallons | 0.00689 | per Gallon | 0.00793 | per Gallon | 0.00104 | 15.09% |
| Next | 44,000 Gallons | 0.00612 | per Gallon | 0.00704 | per Gallon | 0.00092 | 15.03% |
| Next | 50,000 Gallons | 0.00527 | per Gallon | 0.00606 | per Gallon | 0.00079 | 14.99% |
| Over | 100,000 Gallons | 0.00439 | per Gallon | 0.00505 | per Gallon | 0.00066 | 15.03% |
| 1-Inch Meter | | | | | | | |
| First | 5,000 Gallons | \$ 45.25 | Min. Bill | \$ 52.01 | Min. Bill | \$ 6.76 | 14.94% |
| Next | 1,000 Gallons | 0.00689 | per Gallon | 0.00793 | per Gallon | 0.00104 | 15.09% |
| Next | 44,000 Gallons | 0.00612 | per Gallon | 0.00704 | per Gallon | 0.00092 | 15.03% |
| Next | 50,000 Gallons | 0.00527 | per Gallon | 0.00606 | per Gallon | 0.00079 | 14.99% |
| Over | 100,000 Gallons | 0.00439 | per Gallon | 0.00505 | per Gallon | 0.00066 | 15.03% |
| 1 1/2-Inch Meter | | | | | | | |
| First | 10,000 Gallons | \$ 80.85 | Min. Bill | \$ 92.94 | Min. Bill | \$ 12.09 | 14.95% |
| Next | 40,000 Gallons | 0.00612 | per Gallon | 0.00704 | per Gallon | 0.00092 | 15.03% |
| Next | 50,000 Gallons | 0.00527 | per Gallon | 0.00606 | per Gallon | 0.00079 | 14.99% |
| Over | 100,000 Gallons | 0.00439 | per Gallon | 0.00505 | per Gallon | 0.00066 | 15.03% |
| 2-Inch Meter | | | | | | | |
| First | 16,000 Gallons | \$ 118.67 | Min. Bill | \$ 136.43 | Min. Bill | \$ 17.76 | 14.97% |
| Next | 34,000 Gallons | 0.00612 | per Gallon | 0.00704 | per Gallon | 0.00092 | 15.03% |
| Next | 50,000 Gallons | 0.00527 | per Gallon | 0.00606 | per Gallon | 0.00079 | 14.99% |
| Over | 100,000 Gallons | 0.00439 | per Gallon | 0.00505 | per Gallon | 0.00066 | 15.03% |
| 3-Inch Meter | | | | | | | |
| First | 25,000 Gallons | \$ 192.65 | Min. Bill | \$ 221.47 | Min. Bill | \$ 28.82 | 14.96% |
| Next | 25,000 Gallons | 0.00612 | per Gallon | 0.00704 | per Gallon | 0.00092 | 15.03% |
| Next | 50,000 Gallons | 0.00527 | per Gallon | 0.00606 | per Gallon | 0.00079 | 14.99% |
| Over | 100,000 Gallons | 0.00439 | per Gallon | 0.00505 | per Gallon | 0.00066 | 15.03% |
| 4-Inch Meter | | | | | | | |
| First | 30,000 Gallons | \$ 266.53 | Min. Bill | \$ 306.39 | Min. Bill | \$ 39.86 | 14.96% |
| Next | 20,000 Gallons | 0.00612 | per Gallon | 0.00704 | per Gallon | 0.00092 | 15.03% |
| Next | 50,000 Gallons | 0.00527 | per Gallon | 0.00606 | per Gallon | 0.00079 | 14.99% |
| Over | 100,000 Gallons | 0.00439 | per Gallon | 0.00505 | per Gallon | 0.00066 | 15.03% |
| 6-Inch Meter | | | | | | | |
| First | 60,000 Gallons | \$ 465.54 | Min. Bill | \$ 535.18 | Min. Bill | \$ 69.64 | 14.96% |
| Next | 40,000 Gallons | 0.00527 | per Gallon | 0.00606 | per Gallon | 0.00079 | 14.99% |
| Over | 100,000 Gallons | 0.00439 | per Gallon | 0.00505 | per Gallon | 0.00066 | 15.03% |
| 8-Inch | | | | | | | |
| First | 80,000 Gallons | \$ 590.50 | Min. Bill | \$ 678.82 | Min. Bill | \$ 88.32 | 14.96% |
| Next | 20,000 Gallons | 0.00527 | per Gallon | 0.00606 | per Gallon | 0.00079 | 14.99% |
| Over | 100,000 Gallons | 0.00439 | per Gallon | 0.00505 | per Gallon | 0.00066 | 15.03% |
| Private Fire Service Rates: | | | | | | | |
| 1-1/2-Inch | | \$ 20.51 | | \$ 23.53 | | \$ 3.02 | 14.70% |
| 2-Inch | | \$ 30.65 | | \$ 35.16 | | \$ 4.51 | 14.70% |
| 3-Inch | | \$ 79.62 | | \$ 91.32 | | \$ 11.70 | 14.70% |
| 4-Inch | | \$ 173.07 | | \$ 198.51 | | \$ 25.44 | 14.70% |
| 6-Inch | | \$ 398.70 | | \$ 457.31 | | \$ 58.61 | 14.70% |
| 8-Inch | | \$ 770.06 | | \$ 883.26 | | \$ 113.20 | 14.70% |
| 10-Inch | | \$ 1,333.45 | | \$ 1,529.47 | | \$ 196.02 | 14.70% |
| 12-Inch | | \$ 2,105.19 | | \$ 2,414.65 | | \$ 309.46 | 14.70% |

If the Public Service Commission approves the proposed year-2 rates, then the average monthly bill for each meter class will be as shown in the table below.

| Current and Proposed Customer Bills | | | | | |
|-------------------------------------|-----------------------------|----------------------------|-----------------------------|-------------|------------|
| | Average Monthly Usage | Current Monthly Bill | Proposed Monthly Bill | Differences | |
| | | | | Dollar | Percentage |
| 5/8-Inch x 3/4-Inch- Meter | 4,008 | \$ 37.67 | \$ 43.32 | \$ 5.65 | 15.00% |
| 1-Inch Meter | 21,116 | \$ 144.65 | \$ 166.36 | \$ 21.71 | 15.01% |
| 1.5 Inch Meter | 213,248 | \$ 1,086.77 | \$ 1,244.42 | \$ 157.65 | 14.51% |
| 2-Inch Meter | 44,390 | \$ 292.42 | \$ 336.30 | \$ 43.88 | 15.01% |
| 4-Inch Meter | 80,347 | \$ 548.86 | \$ 631.09 | \$ 82.23 | 14.98% |
| 6-Inch Meter | 39,917 | \$ 465.54 | \$ 535.18 | \$ 69.64 | 14.96% |
| <u>Private Fire Service Rates:</u> | | | | | |
| 1-1/2-Inch | | \$ 20.51 | \$ 23.53 | \$ 3.02 | 14.70% |
| 2-Inch | | \$ 30.65 | \$ 35.16 | \$ 4.51 | 14.70% |
| 3-Inch | | \$ 79.62 | \$ 91.32 | \$ 11.70 | 14.70% |
| 4-Inch | | \$ 173.07 | \$ 198.51 | \$ 25.44 | 14.70% |
| 6-Inch | | \$ 398.70 | \$ 457.31 | \$ 58.61 | 14.70% |
| 8-Inch | | \$ 770.06 | \$ 883.26 | \$ 113.20 | 14.70% |
| 10-Inch | | \$ 1,333.45 | \$ 1,529.47 | \$ 196.02 | 14.70% |
| 12-Inch | | \$ 2,105.19 | \$ 2,414.65 | \$ 309.46 | 14.70% |

The rates contained in this notice are the rates proposed by Butler County Water System, Inc. However, the Public Service Commission may order rates to be charged that differ from these proposed rates. Such action may result in rates for consumers other than the rates shown in this notice. Butler County Water System, Inc. has available for inspection at its office the application which it submitted to the Public Service Commission. A person may examine this application at the System's offices located at 523 US 31W Bypass, Bowling Green, KY, 42102 or 1118 S. Main St Suite 1, Morgantown, KY 42261. You may contact our Morgantown office at (270) 526-4656. A person may also examine the application at the Public Service Commission's offices located at 211 Sower Boulevard, Frankfort, Kentucky, 40601, Monday through Friday, 8:00 a.m. to 4:30 p.m., or through the Public Service Commission's website at <http://psc.ky.gov>. Comments regarding the application may be submitted to the Public Service Commission through its website or by mail to Public Service Commission, PO Box 615, Frankfort, Kentucky, 40602. You may contact the Public Service Commission at 502-564-3940. A person may submit a timely written request for intervention to the Public Service Commission, PO Box 615, Frankfort, KY, 40602, establishing the grounds for the request including the status and interest of the party. If the Public Service Commission does not receive a written request for intervention within thirty (30) days of the initial publication of this notice, the Public Service Commission may take final action on the application.