

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF U.S. 60 WATER DISTRICT)
OF SHELBY AND FRANKLIN COUNTIES, KENTUCKY)
FOR NEW NON-RECURRING CHARGES AND AN)
INCREASE IN EXISTING NON-RECURRING CHARGES) NO. _____

A P P L I C A T I O N

This Application of the U.S. 60 Water District of Shelby and Franklin Counties, Kentucky (the "Applicant") respectfully shows:

1. The Applicant is a water district created and existing under and by virtue of KRS 74.010.
2. That the post office address of the Applicant is:

U.S. 60 Water District
P.O. Box 97
Bagdad, Kentucky 40003

The e-mail address of the Applicant is:

nswcus60@bellsouth.net

4. The Applicant, pursuant to 807 KAR 5:011, Section 10 requests the Commission to approve the increases in the Applicant's specified non-recurring charges and the imposition of additional non-recurring charges set forth in this application.
5. The majority of the Applicant's non-recurring charges have not been increased since at least 1994. It is unfair for the Applicant's regular customers to subsidize these services through their monthly water service bills. The Applicant is not requesting a water rate increase.
6. The following specific cost justification worksheets are attached hereto as Exhibit 1 as follows:

5/8 x 3/4 inch Tap-on Fee	Page <u>1</u>
1-inch Meter Tap-on Fee	Page <u>2</u>
Turn-on Fee	Page <u>3</u>
After Hours Turn-on Fee	Page <u>4</u>
Service Line Inspection Charge	Page <u>5</u>
After Hours Service Line Inspection Charge	Page <u>6</u>

Service Reconnection Charge	Page <u>7</u>
After Hours Service Reconnection Charge	Page <u>8</u>
Delinquent Account Collection Charge	Page <u>9</u>
After Hours Delinquent Account Collection Charge	Page <u>10</u>
Meter Reading Recheck Charge	Page <u>11</u>
After Hours Meter Reading Recheck Charge	Page <u>12</u>
Meter Test Charge	Page <u>13</u>
After Hours Meter Test Charge	Page <u>14</u>
Service Investigation Charge	Page <u>15</u>
After Hours Service Investigation Charge	Page <u>16</u>
Meter Investigation Charge	Page <u>17</u>
After Hours Meter Investigation Charge	Page <u>18</u>

7. Material and Service Pipe Expense Justification (Invoices) are attached as Exhibit 2.
8. Labor Expense calculations are attached as Exhibit 3.
9. Equipment Expense Justification calculations are attached hereto as Exhibit 4.
10. Miscellaneous Expense Justification calculations are attached hereto as Exhibit 5.
11. A copy of the Public Notice is attached hereto as Exhibit 6. Pursuant to 807 KAR 5:011, Section 8, a copy of this Notice will be posted at the Applicant's place of business no later than the date this Application is submitted to the Commission. A copy of the Notice shall be published once a week for three consecutive weeks in the newspapers of general circulation in Shelby, Franklin and Spencer Counties, with the first publication to be made no later than the date the tariff filing is submitted to the Commission. Copies of the Notice will be mailed to the Applicant's relatively few customers residing in Anderson County. Verification of the publication and mailing of the Public Notice will be provided to the Commission following completion of the three-week publication. These proposed revisions were not included in the Applicant's most recent general rate case because it was accomplished through a loan from the United States of America Rural Development and the Commission discourages the approval of non-recurring charges in that manner. Assuming the request for non-recurring charges are approved, the Applicant does not plan to have a general rate increase in the foreseeable future and, if it does, it will likely also be through a Rural Development loan. The customers affected by these increases will be only those who cause the Applicant to incur each specific expense.
12. A copy of the utilities Income Statement & Balance Sheet for a recent 12-month period is attached hereto as Exhibit 7.
13. The proposed non-recurring charges were reported to the Shelby Fiscal Court on January 30, 2014. The Applicant will advise the Commission of the date on which it is scheduled to present testimony to that governing body.

14. The requested non-recurring charges will yield only enough revenue to pay the expenses incurred in rendering the respective services.
15. The additional revenue generated from the proposed increase in non-recurring charges is not expected to exceed by 5% the total revenue provided by all non-recurring charges for a recent twelve consecutive calendar months ending within ninety (90) days of submitting the tariff filing.
16. A copy of this Petition has been submitted by electronic mail in pdf format to rateintervention@ag.ky.gov.
17. Pursuant to 807 KAR 5:011, Section 6, proposed new tariff sheets are attached hereto as Exhibit 8.
18. The proposed effective date of the new tariff sheets is more than thirty (30) days after the filing of this Application with the Commission.

U.S. 60 Water District of Shelby and
Franklin Counties, Kentucky

BY: William Eggen
William Eggen, Chairman

BY: Donald T. Prather
Donald T. Prather
Counsel for Applicant
500 Main Street, Suite 5
Shelbyville, Kentucky 40065
Telephone Number: (502) 633-5220

COMMONWEALTH OF KENTUCKY)
COUNTY OF SHELBY)

The undersigned, William Eggen, being duly sworn, deposes and states that he is Chairman of the District, Applicant in the above proceedings; that he has read the foregoing Application and has noted the contents thereof; that the same is true of his own knowledge, except as to matters which are therein stated on information or belief, and as to those matters, he believes same to be true.

IN TESTIMONY WHEREOF, witness the signature of the undersigned on this the 3rd day of February, 2014.

William Eggen
William Eggen

STATE OF KENTUCKY)
COUNTY OF SHELBY)

Subscribed and sworn to before me by William Eggen, Chairman of the District, on this the 3rd day of February, 2014.

Paula J. McClain
Notary Public
I.D. #: 440805
Commission Expires: 04-26-2015

LIST OF EXHIBITS

EXPENSE COST JUSTIFICATION WORKSHEETSEXHIBIT 1

- Average 5/8 x 3/4 inch Meter Connection Expense (Tap-on Fee)
- Average 1-inch Meter Connection Expense (Tap-on Fee)
- Non-recurring charge Cost (Turn-on Fee)
- Non-recurring Charge Cost (After Hours Turn-on Fee)
- Non-recurring Charge Cost (Service Line Inspection Charge)
- Non-recurring Charge Cost (After Hours Service Line Inspection Charge)
- Non-recurring Charge Cost (Service Reconnection Charge)
- Non-recurring Charge Cost (After Hours Service Reconnection Charge)
- Non-recurring Charge Cost (Delinquent Account Collection Charge)
- Non-recurring Charge Cost (After Hours Delinquent Account Collection Charge)
- Non-recurring Charge Cost (Meter Reading Recheck Charge)
- Non-recurring Charge Cost (After Hours Meter Reading Recheck Charge)
- Non-recurring Charge Cost (Meter Test Charge)
- Non-recurring Charge Cost (After Hours Meter Test Charge)
- Non-recurring Charge Cost (Service Investigation Charge)
- Non-recurring Charge Cost (After Hours Service Investigation Charge)
- Non-recurring Charge Cost (Meter Investigation Charge)
- Non-recurring Charge Cost (After Hours Meter Investigation Charge)

MATERIAL AND SERVICE PIPE EXPENSE JUSTIFICATION (INVOICES) ..EXHIBIT 2

LABOR EXPENSE CALCULATIONS.....EXHIBIT 3

EQUIPMENT EXPENSE JUSTIFICATION CALCULATIONS.....EXHIBIT 4

MISCELLANEOUS EXPENSE JUSTIFICATION CALCULATIONS.....EXHIBIT 5

PUBLIC NOTICE.....EXHIBIT 6

INCOME STATEMENT & BALANCE SHEET.....EXHIBIT 7

TARIFF SHEETS.....EXHIBIT 8

**AVERAGE METER CONNECTION EXPENSE
COST JUSTIFICATION**

Name of Utility U. S. 60 Water District of Shelby and Franklin Counties, Kentucky

The following is an itemization of expenses for providing a metered service connection.

A. Meter Size

5/8-Inch 3/4-Inch 1-Inch 1 1/2 -Inch 2-Inch

Other (specify) 5/8 x 3/4 inch

B. Materials Expense

	<u>Unit Quantity</u>	<u>Cost</u>	<u>Total Cost</u>
1. Water Meter	1	51.40	51.40
2. Meter Yoke	1	227.30	227.30
3. Corporation Stop	1	61.83	61.83
4. Meter Box and Top	1	67.48	67.48
5. Miscellaneous Fittings	None	0	0
6. Other (Itemize)			
Tubing Saddle	1	41.26	41.26
P.E. Tubing Inserts	2	1.87	3.74
TOTAL MATERIALS EXPENSE			\$ 453.01
(add total cost)			

C. Service Pipe Expense

Type of Service Pipe Polyethene Tubing Size of Service Pipe 1-inch

	<u>Unit Quantity</u>	<u>Cost</u>	<u>Total Cost</u>
1. Short Side Service	<u>15</u>	<u>0.53</u>	<u>7.95</u>
2. Long Side Service	<u>70</u>	<u>0.53</u>	<u>37.10</u>
2a Long Side Service (1-1/2" Casing Pipe)	<u>30</u>	<u>0.49</u>	<u>14.70</u>
AVERAGE SERVICE PIPE EXPENSE (add total cost and divide by 2)			<u>\$ 29.88</u>

D. Installation Labor Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service	<u>7</u>	<u>21.19</u>	<u>148.33</u>
2. Long Side Service	<u>14</u>	<u>21.19</u>	<u>296.66</u>
AVERAGE INSTALLATION LABOR EXPENSE (add total cost and divide by 2)			<u>\$ 222.50</u>

E. Installation Equipment Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service (Backhoe)	<u>2.5</u>	<u>50.00</u>	<u>125.00</u>
2. Long Side Service (Backhoe)	<u>5.5</u>	<u>50.00</u>	<u>275.00</u>
2a Long Side Service (Push Rod Machine)	<u>2</u>	<u>15.00</u>	<u>30.00</u>
AVERAGE INSTALLATION EQUIPMENT EXPENSE (add total cost and divide by 2)			<u>\$215.00</u>

F. Installation Miscellaneous Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Inspection	None	0	0
2. Site Clean-Up 2 employees, 1 hour each	2	21.19	42.38
3. Other			
Mileage: 1-ton service truck	30 mi	0.565/mi	16.95
Mileage: Dump truck & trailer	30 mi	0.565/mi	16.95
AVERAGE INSTALLATION MISCELLANEOUS EXPENSE			\$ 76.28
(add total cost)			

G. Overhead Expense

1. Installation expense (\$⁰) times
overhead rate (⁰ %)

\$⁰

H. Administrative Expense

1. Office expense for establishing a new account
and billing record. Office personnel: 1 hour @ \$19.51 per hour

\$ 19.51

I. Total Expenses

Materials Expense	\$ 453.01
Service Pipe Expense	29.88
Installation Labor Expense	222.50
Installation Equipment Expense	215.00
Installation Miscellaneous Expense	76.28
Overhead Expense	19.51
Administrative Expense	19.51

TOTAL CONNECTION EXPENSE **\$ 1016.18**

\$1,000

**AVERAGE METER CONNECTION EXPENSE
COST JUSTIFICATION**

Name of Utility U. S. 60 Water District of Shelby and Franklin Counties, Kentucky

The following is an itemization of expenses for providing a metered service connection.

A. Meter Size

5/8-Inch 3/4-Inch 1-Inch 1 1/2 -Inch 2-Inch

Other (specify) _____

B. Materials Expense

	<u>Unit Quantity</u>	<u>Cost</u>	<u>Total Cost</u>
1. Water Meter	1	175.30	175.30
2. Meter Yoke	1	316.53	316.53
3. Corporation Stop	1	61.83	61.83
4. Meter Box and Top	1	120.04	120.04
5. Miscellaneous Fittings	None	0	0
6. Other (Itemize)			
Tubing Saddle	1	41.26	41.26
P.E. Tubing Inserts	2	1.87	3.74
TOTAL MATERIALS EXPENSE			\$ 718.70
(add total cost)			

C. Service Pipe Expense

Type of Service Pipe Polyethylene Tubing Size of Service Pipe 1-inch

	<u>Unit Quantity</u>	<u>Cost</u>	<u>Total Cost</u>
1. Short Side Service	<u>15</u>	<u>0.53</u>	<u>7.95</u>
2. Long Side Service	<u>70</u>	<u>0.53</u>	<u>37.10</u>
2a. Long Side Service (1-1/2" Casing Pipe)	<u>30</u>	<u>0.49</u>	<u>14.70</u>
AVERAGE SERVICE PIPE EXPENSE (add total cost and divide by 2)			<u>\$ 29.88</u>

D. Installation Labor Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service	<u>7</u>	<u>21.19</u>	<u>148.33</u>
2. Long Side Service	<u>14</u>	<u>21.19</u>	<u>296.66</u>
AVERAGE INSTALLATION LABOR EXPENSE (add total cost and divide by 2)			<u>\$ 222.50</u>

E. Installation Equipment Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service (Backhoe)	<u>2.5</u>	<u>50.00</u>	<u>125.00</u>
2. Long Side Service (Backhoe)	<u>5.5</u>	<u>50.00</u>	<u>275.00</u>
2a. Long Side Service (Push Rod Machine)	<u>2</u>	<u>15.00</u>	<u>30.00</u>
AVERAGE INSTALLATION EQUIPMENT EXPENSE (add total cost and divide by 2)			<u>\$ 215.00</u>

F. Installation Miscellaneous Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Inspection	None	0	0
2. Site Clean-Up 2 employees, 1 hour each	2	21.19	42.38
3. Other			
Mileage: 1-ton service truck	30 mi	0.565/mi	16.95
Mileage: Dump truck & trailer	30 mi	0.565/mi	16.95
AVERAGE INSTALLATION MISCELLANEOUS EXPENSE			\$ <u>76.28</u>
(add total cost)			

G. Overhead Expense

1. Installation expense (\$ 0) times
overhead rate (0 %) \$ 0

H. Administrative Expense

1. Office expense for establishing a new account
and billing record. Office personnel: 1 hour @ \$19.51 per hour \$ 19.51

I. Total Expenses

Materials Expense	\$ <u>718.70</u>
Service Pipe Expense	<u>29.88</u>
Installation Labor Expense	<u>222.50</u>
Installation Equipment Expense	<u>215.00</u>
Installation Miscellaneous Expense	<u>76.28</u>
Overhead Expense	<u>0</u>
Administrative Expense	<u>19.51</u>

TOTAL CONNECTION EXPENSE **\$ 1281.87**

\$1,275

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Meter Turn-On Charge (after hours)

1. Field Expense:

A. Materials (Itemize)

<u>None</u>	<u>\$ 0</u>
_____	_____
_____	_____

B. Labor (Time and Wage)

<u>1.25 hour @ \$27.72 / hour (overtime pay)</u>	<u>\$ 34.65</u>
--	-----------------

Total Field Expense	<u>\$ 34.65</u>
----------------------------	------------------------

2. Clerical and Office Expense

A. Supplies	<u>\$ 0</u>
-------------	-------------

B. Labor	<u>0</u>
----------	----------

Total Clerical and Office Expense	<u>\$ 0</u>
--	--------------------

3. Miscellaneous Expense

A. Transportation 30 miles @ 0.565 cents/mile	<u>\$ 16.95</u>
---	-----------------

B. Other (Itemize)

<u>None</u>	<u>0</u>
_____	_____
_____	_____

Total Miscellaneous Expense	<u>\$ 16.95</u>
------------------------------------	------------------------

Total Nonrecurring Charge Expense	<u>\$ 51.60</u>
--	------------------------

\$50.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Service Line Inspection Charge (after hours)

1. Field Expense:

A. **Materials (Itemize)**

<u>None</u>	<u>\$ 0</u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>

B. **Labor (Time and Wage)**

<u>1.25 hour @ \$27.72 / hour (overtime pay)</u>	<u>\$ 34.65</u>
--	-----------------

Total Field Expense	\$ <u>34.65</u>
----------------------------	------------------------

2. Clerical and Office Expense

A. Supplies	\$ <u>0</u>
--------------------	--------------------

B. Labor	<u>0</u>
-----------------	-----------------

Total Clerical and Office Expense	\$ <u>0</u>
--	--------------------

3. Miscellaneous Expense

A. Transportation 30 miles @ 0.565 cents/mile	\$ <u>16.95</u>
--	------------------------

B. **Other (Itemize)**

<u>None</u>	<u>0</u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>

Total Miscellaneous Expense	\$ <u>16.95</u>
------------------------------------	------------------------

Total Nonrecurring Charge Expense	\$ <u>51.60</u>
--	------------------------

\$50.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Service Reconnection Charge

1. Field Expense:

A. Materials (Itemize)

<u>None</u>	<u>\$ 0</u>
_____	_____
_____	_____

B. Labor (Time and Wage)

<u>1.25 hour @ \$21.19 / hour</u>	<u>\$ 26.49</u>
-----------------------------------	-----------------

Total Field Expense	<u>\$ 26.49</u>
----------------------------	------------------------

2. Clerical and Office Expense

A. Supplies	<u>\$ 0</u>
-------------	-------------

B. Labor	<u>0</u>
----------	----------

Total Clerical and Office Expense	<u>\$ 0</u>
--	--------------------

3. Miscellaneous Expense

A. Transportation 30 miles @ 0.565 cents/mile	<u>\$ 16.95</u>
---	-----------------

B. Other (Itemize)

<u>None</u>	<u>0</u>
_____	_____
_____	_____

Total Miscellaneous Expense	<u>\$ 16.95</u>
------------------------------------	------------------------

Total Nonrecurring Charge Expense	<u>\$ 43.44</u>
--	------------------------

\$40.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Delinquent Account Collection Charge (after hours)

1. Field Expense:

A. Materials (Itemize)

<u>None</u>	<u>\$ 0</u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>

B. Labor (Time and Wage)

<u>1.25 hour @ \$27.72 / hour (overtime pay)</u>	<u>\$ 34.65</u>
--	-----------------

Total Field Expense	<u>\$ 34.65</u>
----------------------------	------------------------

2. Clerical and Office Expense

A. Supplies	<u>\$ 0</u>
-------------	-------------

B. Labor	<u>0</u>
----------	----------

Total Clerical and Office Expense	<u>\$ 0</u>
--	--------------------

3. Miscellaneous Expense

A. Transportation 30 miles @ 0.565 cents/mile	<u>\$ 16.95</u>
---	-----------------

B. Other (Itemize)

<u>None</u>	<u>0</u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>

Total Miscellaneous Expense	<u>\$ 16.95</u>
------------------------------------	------------------------

Total Nonrecurring Charge Expense	<u>\$ 51.60</u>
--	------------------------

\$50.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Meter Test Charge (after hours)

1. Field Expense:

A. **Materials (Itemize)**

<u>None</u>	<u>\$ 0</u>
_____	_____
_____	_____

B. **Labor (Time and Wage)**

<u>1.25 hour @ \$27.72 / hour (overtime pay)</u>	<u>\$ 34.65</u>
--	-----------------

Total Field Expense	<u>\$ 34.65</u>
----------------------------	------------------------

2. Clerical and Office Expense

A. Supplies	<u>\$ 0</u>
--------------------	-------------

B. Labor	<u>0</u>
-----------------	----------

Total Clerical and Office Expense	<u>\$ 0</u>
--	--------------------

3. Miscellaneous Expense

A. Transportation 30 miles @ 0.565 cents/mile	<u>\$ 16.95</u>
--	-----------------

B. **Other (Itemize)**

<u>Shop test labor: 2 hours @ \$21.19 / hour</u>	<u>\$ 42.38</u>
--	-----------------

Total Miscellaneous Expense	<u>\$ 59.33</u>
------------------------------------	------------------------

Total Nonrecurring Charge Expense	<u>\$ 93.98</u>
--	------------------------

\$92.50

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Service Investigation Charge (after hours)

1. Field Expense:

A. Materials (Itemize)

<u>None</u>	<u>\$ 0</u>
_____	_____
_____	_____

B. Labor (Time and Wage)

<u>1.25 hour @ \$27.72 / hour (overtime pay)</u>	<u>\$ 34.65</u>
--	-----------------

Total Field Expense	<u>\$ 34.65</u>
----------------------------	------------------------

2. Clerical and Office Expense

A. Supplies	<u>\$ 0</u>
-------------	-------------

B. Labor	<u>0</u>
----------	----------

Total Clerical and Office Expense	<u>\$ 0</u>
--	--------------------

3. Miscellaneous Expense

A. Transportation 30 miles @ 0.565 cents/mile	<u>\$ 16.95</u>
---	-----------------

B. Other (Itemize)

<u>None</u>	<u>0</u>
_____	_____
_____	_____

Total Miscellaneous Expense	<u>\$ 16.95</u>
------------------------------------	------------------------

Total Nonrecurring Charge Expense	<u>\$ 51.60</u>
--	------------------------

\$50.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Meter Investigation Charge

1. Field Expense:

A. Materials (Itemize)

<u>None</u>	<u>\$ 0</u>
_____	_____
_____	_____

B. Labor (Time and Wage)

<u>1.25 hour @ \$21.19 / hour</u>	<u>\$ 26.49</u>
-----------------------------------	-----------------

Total Field Expense	<u>\$ 26.49</u>
----------------------------	------------------------

2. Clerical and Office Expense

A. Supplies	<u>\$ 0</u>
-------------	-------------

B. Labor	<u>0</u>
----------	----------

Total Clerical and Office Expense	<u>\$ 0</u>
--	--------------------

3. Miscellaneous Expense

A. Transportation 30 miles @ 0.565 cents/mile	<u>\$ 16.95</u>
---	-----------------

B. Other (Itemize)

<u>None</u>	<u>0</u>
_____	_____
_____	_____

Total Miscellaneous Expense	<u>\$ 16.95</u>
------------------------------------	------------------------

Total Nonrecurring Charge Expense	<u>\$ 43.44</u>
--	------------------------

\$40.00

WALLER'S METER, INC

PAGE: 1

2606 WILSON AVE

MADISON, IN 47250

PHONE: 812 265-3565 TOLL-FREE: 888-485-7018

FAX: 812-265-3647

email: wallers@cinarqymetro.net

PRICE QUOTATION

webs: ht: www.wallersmeterinc.com

Date: 07/02/13 No.: 17420

Print Time::19 AM

Job:

ORDERS MUST BE

NORTH SHELBY WATER CO

5913 ELMBORG RD

PO BOX 97

BAGDAD KY 40003

PHONE: (502) 747-8942 FAX (502) 747-8048

Quotedby: DW/WK

Sales Rep: WK

Quantity	Item Number	Description	Avail.	Unit Price	Extended
		**** #1			
1.0	00000009MI	VNN72-12W-47-44-NL		227.30	227.30
1.0	18X30HANCOR	18" X 30" HANCOR WH RIBBED PIT		36.73	36.73
1.0	VES-SIG18	18"SIGMA FLAT CENTER LID LC218		30.75	30.75
1.0	S70-D604	6" X 1" VC BRASS SADDLE-PVC		41.26	41.26
1.0	PE10-100	1" X 100' PET CTS, SDR9, 200#		0.53	0.53
1.0	F-1000-4-G-NL	1"CCXCTS GRIP JT CORP STOP NL		61.83	61.83
20.0	S21-015	1 1/2" SL21 CL/200 GJ 20'D BE		0.49	9.00
1.0	M25RCI5834LLG	M25 5/8 X 3/4 LL BRCS, GAL, LOC		51.40	51.40
1.0	INSERT-52	1"SS INSE RT STIFFENER, FORD		1.87	1.87

5/8" by 3/4" meter

SUBTOTAL: 461.47

TAX: 27.69

** MANUFACTURER FUEL SURCHARGES, IF APPLICABLE, WILL BE CHARGED SEPARATELY**

TOTAL: 489.16

All Customers purchasing Goods or Services from Waller's Meter are bound by our Terms & Conditions in its entirety. Copies avail. upon request. Prices based on quantities listed. If quantities change, call for revised pricing. Prices are good for this job only, for a period of 30 days, except for PVC pipe. PVC pipe prices are good for 10 days to order, & 30 days to ship. Tax will be charged unless an exemption certificate is on file at the time of ordering. NON-RETURNABLE/NON-CANCELLABLE: 'LEADED BRASS' (NON-2014 COMPLIANT) & non-stock/special order items. Proof of purchase required for all returns. Warranty or is at discretion of manufacturer. Customers must have PRIOR exe & are responsible for all legal & collection fees. Items not shipped with FFA stock orders to Waller's will have separa

WALLER'S METER, INC
 2606 WILSON AVE
 MADISON, IN 47250
 PHONE: 812-265-3565 TOLL-FREE: 888-485-7018
 FAX: 812-265-3647
 ema l: wallers@cenergymetro.net
 webs te: www.wallersmeterinc.com

PAGE: 1

PRICE QUOTATION

Date: 07/02/13 No.: 17422
 Print Time: 19 AM
 Job:

NORTH SHELBY WATER CO
 5913 ELMBURG RD
 PO BOX 97
 BAGDAD KY 40003
 PHONE: (502) 747-8942 FAX (502) 747 5048

ORDERS MUST BE

Quoted by: DW/WK

Sales Rep: WK

Quantity	Item Number	Description	Avail.	Unit Price	Extended
***** #3					
1.0	00000009NI	VHH74-10-11-44-NL		316.53	316.53
1.0	20X24F	20" X 24 FRATCO RIBBED, NOTCHED		39.45	39.45
1.0	C3	20" FORD OVER W/OVERLAP LID, SN		80.59	80.59
1.0	S70-0604	6" X 1" CC BRASS SADDLE-PVC		41.26	41.26
1.0	F-1000-4-G-NL	1" CCXCTS GRIP JT CORP STOP NL		61.83	61.83
1.0	INSERT-52	1" SS INSERT STIFFENER, FORD		1.87	1.87
1.0	M70BCILLG	M70 1" ME PER LL BRZ GAL, LOCAL		175.30	175.30
20.0	S21-015	1 1/2" SUR21 CL/200 GJ 20" L BE		0.49	9.80

THANKS FOR THE OPPORTUNITY TO
 QUOTE THIS MATERIAL. DENNIS
 ANY QUESTIONS PLEASE CALL WILLIAM

1 inch meter

SUBTOTAL: 726.63
 TAX: 43.60

** MANUFACTURER FUEL SURCHARGES, IF APPL CABLE, WILL BE CHARGED SEPARATELY**

TOTAL: 770.23

All Customers purchasing Goods or Service from Waller's Meter are bound by our Terms & Conditions in its entirety. Copies avail. upon request. Prices based on quantities listed. If quantities change, call for revised pricing. Prices are good for this job only, for a period of 30 days, except for PVC pipe. PVC pipe prices are good for 10 days to order, & 30 days to ship. Tax will be charged unless an exemption certificate is on file at the time of ordering. NON-RETURNABLE/NON-CANCELLABLE: 'LEADED BRASS' (NON-2014 COMPLIANT) & non-stock/special order items. Proof of purchase required for all returns. Warranty or is at discretion of manufacturer. Customers must have PRIOR or & are responsible for all legal & collect on fees. Items not shipped with F&A stock orders to Waller's will have separ

**RATE CHARGE FOR LABOR
FIELD PERSONNEL**

U.S. 60 WATER DISTRICT OF SHELBY AND FRANKLIN COUNTIES, KENTUCKY

<u>FIELD PERSONNEL</u>	<u>HOURLY WAGE</u>	<u>HOURS WORKED</u>	<u>PTO HOURS</u>	<u>TOTAL HOURS PAID</u>	<u>HEALTH & LIFE INSURANCE PAID</u>
Christopher Cox	\$11 00	1,903.00	238.50	2,141.50	\$ 2,312.52
Frankie Masters	\$13.78	1,764.50	360.50	2,125.00	\$ 7,043.64
Jeremy Thurman	\$18.00	1,877.00	265.50	2,142.50	\$11,570.88
Kyle Rickets	\$16.71	1,716.00	393.00	2,109.00	\$ 7,043.64
Ronda Hill	\$13.60	1,740.50	339.50	2,080.00	\$ 7,164.36
Roy Lewis	\$10.90	1,881.50	238.00	2,119.50	\$ 7,317.36
Total:	\$83.99	10,882.50	1,835.00	12,717.50	\$42,452.40
AVERAGE OF SIX EMPLOYEES	\$14.00	1,813.75	305.83	2,119.58	\$ 7,075.40
AVERAGE HOURLY HEALTH INSURANCE COSTS (ACTUAL COSTS)					\$ 3.34

<u>ADDITIONAL COSTS</u>	<u>PERCENTAGE</u>
FICA TAXES	7.65%
UNEMPLOYMENT TAXES (INCLUDES CREDIT REDUCTION)	2.25%
WORKERS COMPENSATION	2.56%
RETIREMENT	19.55%
TOTAL	32.01%
HOURLY ADDITIONAL COSTS (\$14.00 X 32.01%)	\$ 4.48
AVERAGE HOURLY WAGE PLUS RELATED COSTS	\$ 18.48
HOURLY COSTS ADJUSTED FOR ACTUAL HOURS WORKED (1813.75 avg hours worked plus 305.83 avg hours paid time off) (\$18.48 x 2080/1813.75)	\$ 21.19

RESPONSIBLE WITNESS:

DENNIS S. RAISOR
RAISOR, ZAPP & WOODS, PSC
513 HIGHLAND AVENUE
CARROLLTON, KENTUCKY 41008
(502) 732-6655

**RATE CHARGE FOR LABOR
OFFICE PERSONNEL**

U.S. 60 WATER DISTRICT OF SHELBY AND FRANKLIN COUNTIES, KENTUCKY

<u>OFFICE PERSONNEL</u>	<u>HOURLY WAGE</u>	<u>HOURS WORKED</u>	<u>PTO HOURS</u>	<u>TOTAL HOURS PAID</u>	<u>HEALTH & LIFE INSURANCE PAID</u>
Audra Moore	\$ 14.39	1,841.50	239.50	2,081.00	\$18,407.88
Whitney Smith	\$ 12.50	1,874.50	205.50	2,080.00	\$ 76.80
Total:	\$ 26.89	3,716.00	445.00	4,161.00	\$18,484.68
AVERAGE OF TWO EMPLOYEES	\$ 13.45	1,858.00	222.50	2,080.50	\$ 9,242.34
AVERAGE HOURLY HEALTH INSURANCE COSTS (ACTUAL COSTS)					\$ 4.44

<u>ADDITIONAL COSTS</u>	<u>PERCENTAGE</u>
FICA TAXES	7.65%
UNEMPLOYMENT TAXES (INCLUDES CREDIT REDUCTION)	2.25%
WORKERS COMPENSATION	0.18%
RETIREMENT	<u>19.55%</u>
TOTAL	29.63%
HOURLY ADDITIONAL COSTS (\$13.45 X 29.63%)	\$ 3.98
AVERAGE HOURLY WAGE PLUS RELATED COSTS	<u>\$ 17.43</u>
HOURLY COSTS ADJUSTED FOR ACTUAL HOURS WORKED (1858.75 avg hours worked plus 225.5 avg hours paid time off) (\$17.43 x 2080/1858)	<u>\$ 19.51</u>

RESPONSIBLE WITNESS:

DENNIS S. RAISOR
 RAISOR, ZAPP & WOODS, PSC
 513 HIGHLAND AVENUE
 CARROLLTON, KENTUCKY 41008
 (502) 732-6655

ITEMIZATION OF SERVICES PROVIDED

U.S. 60 WATER DISTRICT OF SHELBY AND FRANKLIN COUNTIES, KENTUCKY

SHORT-SIDE METER INSTALLATION

- *The listing below was developed by the management of U.S. 60 Water District of Shelby and Franklin Counties, Kentucky and represents their best estimate of the actual work and amount of time expended required in order to install a short-side meter installation with two (2) men working on site*

○ Preparation prior to leaving the shop	10 minutes
▪ Determine the type and quantity of materials/supplies that will be required to complete the new meter installation	
▪ Gather and load materials/supplies for transport to the site	
▪ Load backhoe and secure for transport to site.	
▪ Fuel up the backhoe and dump/service trucks.	
○ Travel to site	20 minutes
○ Preparation at site	30 minutes
▪ Perform a general site layout and develop plan for installation.	
▪ Unload backhoe and all other materials/supplies	
▪ Determine location of main line and any other utilities that are present at the site	
○ Installation of new meter	90 minutes
▪ Excavate main line and prep for installation of saddle.	
▪ Install saddle and corp stop & proceed to tap the main line	
▪ Excavate trench to allow for installation of service tubing and meter box	
▪ Set and level meter box and lid	
▪ Connect service tubing from main line to meter box	
▪ Perform pressure test and record results on meter installation log.	
▪ Install meter within the meter box.	
○ Finalization of the site and preparation to return to shop	30 minutes
▪ Backfill all trenches and perform rough compaction.	
▪ Perform rough cleanup in preparation for final cleanup at a later date	
▪ Clean roads and driveways when applicable	
▪ Load backhoe and all remaining supplies/materials and secure for return transport to shop	
○ Return from site	20 minutes
○ Activities performed once back at shop	10 minutes
▪ Unload backhoe and all remaining supplies/materials	
▪ Fill out meter installation log	
TOTAL TIME REQUIRED PER SERVICEMAN:	3.5 hours

ITEMIZATION OF SERVICES PROVIDED

U.S. 60 WATER DISTRICT OF SHELBY AND FRANKLIN COUNTIES, KENTUCKY

LONG-SIDE METER INSTALLATION

- *The listing below was developed by the management of U.S. 60 Water District of Shelby and Franklin Counties Kentucky and represents their best estimate of the actual work and amount of time expended required in order to install a short-side meter installation with two (2) men working on site*

○ Preparation prior to leaving the shop	20 minutes
▪ Determine the type and quantity of materials/supplies that will be required to complete the new meter installation.	
▪ Gather and load materials/supplies for transport to the site.	
▪ Load backhoe and push machine, and secure for transport to site	
▪ Fuel up the backhoe and dump/service trucks	
○ Travel to site	20 minutes
○ Preparation at site	60 minutes
▪ Perform a general site layout and develop plan for installation	
▪ Unload backhoe/ push machine and all other materials/supplies	
▪ Determine location of main line and any other utilities that are present at the site.	
○ Perform push (bore) of roadway	120 minutes
▪ Excavate push pit and receiving pit	
▪ Set up push rod machine	
▪ Perform push and install encasement pipe	
○ Installation of new meter	90 minutes
▪ Excavate main line and prep for installation of saddle.	
▪ Install saddle and corp stop & proceed to tap the main line	
▪ Excavate trench to allow for installation of service tubing and meter box	
▪ Set and level meter box and lid	
▪ Connect service tubing from main line to meter box	
▪ Perform pressure test and record results on meter installation log	
▪ Install meter within the meter box	
○ Finalization of the site and preparation to return to shop	70 minutes
▪ Backfill all trenches and perform rough compaction.	
▪ Perform rough cleanup in preparation for final cleanup at a later date	
▪ Clean roads and driveways when applicable.	
▪ Load backhoe, push machine, and all remaining supplies/materials and secure for return transport to shop	
○ Return from site	20 minutes
○ Activities performed once back at shop	20 minutes
▪ Unload backhoe, push machine, and all remaining supplies/materials	
▪ Fill out meter installation log	
TOTAL TIME REQUIRED PER SERVICEMAN:	7 hours

ITEMIZATION OF SERVICES PROVIDED

U.S. 60 WATER DISTRICT OF SHELBY AND FRANKLIN COUNTIES, KENTUCKY

ADMINISTRATIVE EXPENSE

- *The listing below was developed by the management of US 60 Water District of Shelby and Franklin Counties, Kentucky and represents their best estimate of the actual work and amount of time expended in administrative expenses*

○ Completing application from customer	10 minutes
▪ The office staff completes the new meter application with the customer present or over the phone	
○ Process and confirm plumbing construction permit	15 minutes
▪ The health department is contacted to confirm that a plumbing permit has been issued for the customer/location for where service was applied	
○ Contact Kentucky 811	10 minutes
▪ Kentucky 811 is contacted so that all utilities that are part of the 811 system can be notified to located their buried lines	
▪ Often times, this takes an extended period of time due to waiting to speak to an available representative	
○ Contact other utilities that are not part of 811	10 minutes
▪ Shelby Energy is not part of the 811 system and therefore must be contacted separately so that their buried lines can be located.	
○ Create a new customer account	15 minutes
▪ A new account number is assigned	
▪ A new customer account is then created in the computer file/billing system.	
▪ A new customer account is also created in the paper filing system.	
TOTAL TIME REQUIRED:	1 hour

Custom Machinery Rates Applicable to Kentucky (2013)

AEC 2013-08

Greg Halich, March 2013

These custom rates are based on reported surveys in Ohio, Indiana, Missouri, Iowa, Wisconsin, and Kansas. The rates calculated here are averages for these states and are adjusted to account for changes in fuel price, machinery costs¹, and wages² from the time of the reported surveys. The adjusted rates are based on a \$3.60 per gallon on-farm diesel fuel price. The "Average Final Rates" presented in this report represent these adjusted averages and are rounded (generally to the nearest \$.50) to avoid appearing definitive

To account for differences in efficiency and market conditions two additional rates are presented: 1) A rate of 15% below the "Average Final Rate", and 2) A rate of 30% above the "Average Final Rate". These two rates are presented to provide a range of rates that are likely to occur, based on the assumption that the more efficient operators were likely to have responded to the surveys. There is a practical limit on how much these rates can move below the average but less so moving in the other direction. Extending the range further above the average should capture more of the custom operators working with less-efficient equipment/conditions or working near urban areas with higher cost structures.

There are cases where adjusted rates could not be computed because estimates did not exist for fuel use or labor hours. Consequently, unadjusted rates are provided in these cases. These unadjusted rates should be used with caution because operating costs, particularly fuel-related, may have changed considerably since the time of these surveys. Average fuel prices are reported in these cases so that the user has some idea of how accurate the unadjusted rates may be.

Not all states reported rates for each activity listed, so an additional category lists the number of states used in each calculation. The larger the number of states used in each category, the more robust the final estimates presented here should be. The user should exercise caution in using rates where only 1-2 states were included in the calculation.

As a final note, these rates are published to provide a baseline for estimating reasonable custom machinery rates in Kentucky (as well as estimating production costs). Actual custom rates will be determined through the supply and demand for services within localized markets and can vary substantially. This is the main reason that a range of rates are presented here rather than a single dollar estimate. Users of this publication should be careful that these estimates, particularly the averages, are not used to set rates in an area.

¹ Based on CPI Index for construction machinery (closest index available for farm machinery).

² Based on CPI Index for natural resource wages (closest index available for farm wages).

Miscellaneous	15% Below Avg.	Avg. Final Rate	30% Above Avg.	# of State Surveys Used	Avg. Un- adjusted Rate	Avg. Survey Fuel Price
Miscellaneous :						
Shearing Sheep (per head)				1	\$3.70	\$3.60
Hauling Livestock-trailer (per mile)				3	\$2.50	\$3.57
Hauling Livestock-straight truck (per mile)				1	\$3.15	\$3.60
Hauling Livestock-semi-truck (per mile)				1	\$3.50	\$3.60
Bulldozer (feet of blade (hr)				2	\$11.00	\$3.55
Bulldozer Work <= 9' blade (hr)				1	\$84.50	\$3.50
Bulldozer Work > 9' blade (hr)				1	\$122.50	\$3.50
Bulldozer <100 HP (hr)				1	\$95.50	\$3.60
Bulldozer 100-150 HP (hr)				1	\$119.00	\$3.60
Bulldozer >150 HP (hr)				1	\$145.50	\$3.60
Building Ponds (hr)				2	\$142.50	\$3.60
Building Ponds (per cubic yard)				1	\$2.70	\$3.60
Backhoe (hr)				2	\$85.00	\$3.60
Track Hoe 2-6 tons (hr)				1	\$86.00	\$3.60
Track Hoe over 6 tons (hr)				1	\$134.50	\$3.60
Skid Loader (hr)				1	\$72.00	\$3.60
Farm Tractor with Loader (hr)				1	\$68.00	\$3.60
Snow Removal-loader (hr)				1	\$78.50	\$3.60
Snow Removal-feet of blade (hr)				1	\$8.50	\$3.60
Snow Removal- feet of blower (hr)				1	\$11.50	\$3.60
Pump and Inject Manure (1000 gallons)				2	\$10.00	\$3.05
Load Solid Manure (hr)				2	\$71.00	\$3.05
Load and Spread Solid Manure (hr)				1	\$126.00	\$3.60
Pump and Spread Manure (1000 gal)				1	\$7.00	\$2.50
Spreading Manure (hr)				1	\$69.00	\$2.50
<i>March 2013 Custom Rate Estimates based on \$3.60 per gallon fuel price.</i>						

Custom Machinery Rates Applicable to Kentucky (2013)
 Greg Halich, Associate Extension Professor, Dept. Agricultural Economics, University of Kentucky
Greg.Halich@uky.edu (859) 257-8841



News Essentials

- [What's Hot](#)
- [News Releases](#)
- [IRS - The Basics](#)
- [IRS Guidance](#)
- [Media Contacts](#)
- [Facts & Figures](#)
- [Problem Alerts](#)
- [Around the Nation](#)
- [e-News Subscriptions](#)

The Newsroom Topics

- [Multimedia Center](#)
- [Noticias en Español](#)
- [Radio PSAs](#)
- [Tax Scams](#)
- [The Tax Gap](#)
- [2013 Fact Sheets](#)
- [2013 Tax Tips](#)
- [Armed Forces](#)
- [Latest News Home](#)

Standard Mileage Rates for 2013

R-2012-95, Nov. 21, 2012

WASHINGTON — The Internal Revenue Service today issued the 2013 optional standard mileage rates used to calculate the deductible costs of operating an automobile for business, charitable medical or moving purposes

Beginning on Jan. 1, 2013, the standard mileage rates for the use of a car (also vans, pickups or panel trucks) will be:

- 56.5 cents per mile for business miles driven.
- 24 cents per mile driven for medical or moving purposes.
- 14 cents per mile driven in service of charitable organizations

The rate for business miles driven during 2013 increases 1 cent from the 2012 rate. The medical and moving rate is also up 1 cent per mile from the 2012 rate.

The standard mileage rate for business is based on an annual study of the fixed and variable costs of operating an automobile. The rate for medical and moving purposes is based on the variable costs.

Taxpayers always have the option of calculating the actual costs of using their vehicle rather than using the standard mileage rates.

A taxpayer may not use the business standard mileage rate for a vehicle after using any depreciation method under the Modified Accelerated Cost Recovery System (MACRS) or after claiming a Section 179 deduction for that vehicle. In addition, the business standard mileage rate cannot be used for more than four vehicles used simultaneously.

These and other requirements for a taxpayer to use a standard mileage rate to calculate the amount of a deductible business, moving, medical, or charitable expense are in Rev. Proc. 2010-51. [Notice 2012-72](#) contains the standard mileage rates, the amount a taxpayer must use in calculating reductions to basis for depreciation taken under the business standard mileage rate, and the maximum standard automobile cost that a taxpayer may use in computing the allowance under a fixed and variable rate plan.

[Follow the IRS on New Media](#)
[Subscribe to IRS Newswire](#)

Page Last Reviewed or Updated: 2012-12-13

LEGAL NOTICE

U.S. 60 Water District of Shelby and Franklin Counties, Kentucky ("District") will file on or after February 5, 2014 an application with the Kentucky Public Service Commission ("PSC") to impose or increase rates for the following non-recurring services effective April 1, 2014:

An application has been filed with the Kentucky Public Service Commission to increase rates as follows:

<u>Tap-on Fees / Meter Connection Charges</u>	<u>Present Rates</u>	<u>Proposed Rates</u>	<u>Dollar Change</u>	<u>Percent Change</u>
5/8" x 3/4" Meter	\$515.00	\$1,000.00	\$485.00	94.2%
1" Meter	\$615.00	\$1,275.00	\$660.00	107.3%
Larger Meters	Actual Cost	Actual Cost		N/A
<u>Special Nonrecurring Charges</u>				
Meter Turn-on Charge	None	\$40.00	\$40.00	100%
Meter Turn-on Charge (after hours)	None	\$50.00	\$50.00	100%
Service Line Inspection Charge	None	\$40.00	\$40.00	100%
Service Line Inspection Charge (after hours)	None	\$50.00	\$50.00	100%
Delinquent Account Collection Charge	None	\$40.00	\$40.00	100%
Delinquent Account Collection Charge (after hours)	None	\$50.00	\$50.00	100%
Meter Reading Recheck Charge	None	\$40.00	\$40.00	100%
Meter Reading Recheck Charge (after hours)	None	\$50.00	\$50.00	100%
Meter Test Charge	None	\$85.00	\$85.00	100%
Meter Test Charge (after hours)	None	\$92.50	\$92.50	100%
Service Investigation Charge	None	\$40.00	\$40.00	100%
Service Investigation Charge (after hours)	None	\$50.00	\$50.00	100%
Meter Investigation Charge	None	\$40.00	\$40.00	100%
Meter Investigation Charge (after hours)	None	\$50.00	\$50.00	100%

These increased rates will not affect the monthly bill of any customer who does not use the services listed above. The rates contained in this notice are the rates proposed by the District. However, the PSC may order rates to be charged that differ from these proposed rates. A person may examine this tariff filing at the District office, located at 4596 Bagdad Road, Kentucky 40003, or at the PSC office located at 211 Sower Blvd, Frankfort, Kentucky 40601, Monday through Friday 8:00 a.m. through 4:00 p.m., or through the PSC website at psc.ky.gov. Written comments regarding this tariff filing may be submitted to the PSC through its website or by mail to the Public Service Commission, PO Box 615, Frankfort, Kentucky 40602. A person may submit a timely written request for intervention to the Public Service Commission, PO Box 615, Frankfort, Kentucky 40602, establishing the grounds for the request including the status and interest of the party. If the PSC does not receive a written request for intervention within thirty (30) days of the initial publication or mailing of the notice, the PSC may take final action on this tariff filing.

2:38 PM

01/10/14

Accrual Basis

US 60 Water District of Shelby, Spencer & Franklin Counties
Profit & Loss
January through December 2013

	<u>Jan - Dec 13</u>
Ordinary Income/Expense	
Income	
889 · Convenience Fee / Credit Card	3 268.95
883 · Sales Tax Discount	28.99
604 · Residential Customers	958,887.80
606 · Commercial Customers	50 248.06
608 · Educational Customers	8 282.70
610 · Governmental Customers	1 851.95
612 · Fire Protection Services	371.46
886 · Service Charge Income	33,573.17
884 · Interest Income	8 220.32
605 · Returned Check Fee Income	200.00
882 · Miscellaneous Income	0.54
Total Income	<u>1 064 933.94</u>
Cost of Goods Sold	
704 · Water Purchased	338,720.83
Total COGS	<u>338,720.83</u>
Gross Profit	726 213.11
Expense	
831 · Temporary Services	388.31
705 · Water Testing	6 052.50
711 · Rent to North Shelby	24 000.00
811 · Credit Card Fee	4,243.22
809 · Printing and Publication	2,815.38
819 · Meals and Entertainment	1 425.91
813 · Bid Advertisement	93.46
817 · Bank Charges	97.69
812 · Commission Member Fees	13,200.00
852 · Depreciation Expense	180 000.00
734 · Equipment Rental	59 562.13
814 · Insurance	9,477.60
902 · Interest - LT Debt	72 000.00
810 · Legal & Accounting	27,732.19
815 · Licenses & Fees	4 002.70
720 · Maintenance - Structures	240.00
722 · Maintenance - Pumping Equipment	5 161.00
724 · Maintenance - Dist. Mains	1 566.97
726 · Maintenance - Service & Meters	11,779.00
727 · Maintenance - Hydrants	640.00
730 · Meter Readings	31 137.98
818 · Misc General Expenses	3 099.85
820 · Misc - General Properties	180.00
804 · Office Supplies & Expense	1,931.06
732 · Operating Supplies	92.82
803 · Overhead Reimbursement	39 042.82
807 · Postage	8,489.07
710 · Power Pumping Equipment	30 652.12
818.1 · PSC Assessment Fee	1,932.83
828 · Taxes - Payroll	1 365.05
Wages & Salaries	
801 · Bonuses	2 400.00
802 · Office Salaries	34,120.00
808 · Management Salary	57,477.20
Total Wages & Salaries	<u>93,997.20</u>
Total Expense	<u>636,398.86</u>
Net Ordinary Income	89,814.25

2:38 PM
01/10/14
Accrual Basis

US 60 Water District of Shelby, Spencer & Franklin Counties
Profit & Loss
January through December 2013

	<u>Jan - Dec 13</u>
Other Income/Expense	
Other Expense	
80000 - Ask My Accountant	53,854.51
Total Other Expense	<u>53,854.51</u>
Net Other Income	<u>-53,854.51</u>
Net Income	<u><u>35,959.74</u></u>

2:33 PM

01/10/14

Accrual Basis

US 60 Water District of Shelby, Spencer & Franklin Counties
Balance Sheet
 As of December 31, 2013

Dec 31, 13

ASSETS

Current Assets

Checking/Savings

208 · Business Savings	146,737.98
206 · Cash - Sinking Fund	4,067.13
331 · Investments-O & M # 34547	200,796.82
307 · Cash - Operations & Maintenance	1,071,643.27
303 · Cash - Revenue Fund	27,021.73
230 · Cash - Debt Service Fund	59,180.37
215 · Cash - Depreciation Account	108,648.74
209 · Cash - Construction Extension	89,789.72
202 · Investments - Debt Service #157	167,041.27
240 · Investments - O & M #34826	198,933.72
330 · Investments - O & M #'s 35557	141,713.89
250 · Business Money Market #1524526	142,589.86

Total Checking/Savings 2,358,164.50

Accounts Receivable

350 · Accounts Receivable	88,635.17
349 · Unbilled Receivables	39,419.29
354 · Allowance for Uncollectibles	-7,753.24

Total Accounts Receivable 120,301.22

Other Current Assets

352 · Inventory	29,202.85
379 · Interest Receivable	1,191.28
370 · Prepaid Insurance	6,393.43
378 · Unamortized Debt Discount	5,470.20

Total Other Current Assets 42,257.76

Total Current Assets 2,520,723.48

Fixed Assets

105 · Structures & Improvements	24,234.00
107 · Standpipes	568,105.64
109 · Water Distribution Mains	7,774,808.70
110 · Services	257,941.58
111 · Meters	245,814.97
112 · Meter Installation	165,269.10
113 · Hydrants	66,249.44
115 · Pumping Station Equipment	303,949.57
117 · Other Plant	7,044.82
120 · Equipment	3,009.12
130 · Construction in Progress	188.00
140 · Accumulated Depreciation	-3,536,832.77

Total Fixed Assets 5,879,782.17

TOTAL ASSETS 8,400,505.65

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Accounts Payable

402 · Accounts Payable	61,127.11
------------------------	-----------

Total Accounts Payable 61,127.11

Other Current Liabilities

401 · Due To Others	-582.76
---------------------	---------

Payroll Tax Liabilities

405 · Federal Withholding	156.00
404 · Social Security Withheld	464.74
421 · Accrued Payroll Taxes	541.13
406 · Ky Income Tax Withheld	73.69
407 · County Withheld	60.75

Total Payroll Tax Liabilities 1,296.31

2:33 PM

01/10/14

Accrual Basis

US 60 Water District of Shelby, Spencer & Franklin Counties

Balance Sheet

As of December 31, 2013

	<u>Dec 31, 13</u>
420 · Sales Tax Payable	112 91
School Tax Payable	
416 · Spencer Co. School Tax	289.11
417 · Anderson Co. School Tax	58.68
418 · Shelby Co. School Tax	1 717.63
419 · Franklin Co. School Tax	448.09
Total School Tax Payable	<u>2 513.51</u>
425 · Accrued Interest	106 067.22
426 · Accrued Interest - Customer Dep	1,075.38
450 · Membership Cert - Customer Dep	116,601.89
Total Other Current Liabilities	<u>227,084.46</u>
Total Current Liabilities	288 211 57
Long Term Liabilities	
394 · Bonds Payable RD 2008 B	599,000.00
393 · Bonds Payable RD 2008 A	140 300 00
390 · Bonds Payable	-694.28
392 · Note Payable - Berkadia	237,201.87
395 · Note Payable - FHA	539 603.51
400 · Note Payable - KY Infrastructur	29,376.24
Total Long Term Liabilities	<u>1,544,787.34</u>
Total Liabilities	1,832,998 91
Equity	
470 · Member Meter Tap On	938 371.23
472 · Member Hydrants	13,750.00
473 · Member Contributions	4 680.00
475 · Contributions in Aid of Const	2,025,622.97
474 · Grants	1 365,622.49
479 · Contributions - Crab Orchard	699.30
590 · Retained Earnings	2,182,801.01
Net Income	35,959.74
Total Equity	<u>6,567,506.74</u>
TOTAL LIABILITIES & EQUITY	<u><u>8,400,505.65</u></u>

U.S. 60 WATER DISTRICT OF
SHELBY AND FRANKLIN COUNTIES

Area: Entire District

RULES AND REGULATIONS

Application:

Any person or other entity holding property adjacent to a District water main who is in need of having water supplied to his place of occupancy or property may apply for service by the District. All customers shall sign such documents, including the contract for water service, as may be provided and required by the District, provided that no person or entity otherwise eligible shall be permitted to become a customer of the District if the capacity of the District's water system, either in general or as to a particular area or line, is exhausted by the needs of its existing customers. (T)

Tap-on Fees:

A tap-on fee of \$1,000.00 for each new 5/8 by 3/4 inch meter installation or \$1,275.00 for each new 1-inch meter installation shall be paid regardless of location. The tap-on fee for meters exceeding one inch shall be the actual cost incurred by the District in purchasing and installing that particular new meter. (T)

Deposit and Interest:

The District will require a minimum cash deposit or other guaranty to secure payment of bills except as otherwise required by law. Service will be refused or discontinued for failure to pay the requested deposit. Interest as required by KRS 278.460 will be paid annually on the deposit, either by refund or credit to the customer's bill, except that no refund or credit will be made if the customer's bill is delinquent. (T)

The District may at its discretion waive a customer's deposit upon a showing of satisfactory credit or payment history. If a deposit has been waived or returned and the customer fails to maintain a satisfactory payment record, a deposit may then be required. The District may require a deposit in addition to the initial deposit if the customers' classification of service changes or if there is a substantial change in usage. Upon termination of service, the deposit

Date of Issue: February 5, 2014

Effective: April 1, 2014

Issued by: William Eggen
William Eggen, Chairman

U.S. 60 WATER DISTRICT OF
SHELBY AND FRANKLIN COUNTIES

P.S.C. Ky. No. 3
First Amended Sheet No. 4

Canceling P.S.C. Ky. No. 3
Original Sheet No. 4

Area: Entire District

RULES AND REGULATIONS

Inspection of Service Line:

In the installation of a service line, the customer shall leave the trench open and pipe uncovered until it is inspected by the District and shown to be free from any tee, branch connection, irregularity, or defect. A charge of \$40.00 shall be charged for this service, unless the customer requests that the service be performed after hours, in which case the charge shall be \$50.00.

Turn-on Fee:

A Meter Turn-on Charge of \$40.00 will be made for each meter turn-on made during regular working hours. If the customer requests that service be performed other than during regular working hours, the charge will be \$50.00. (N)

Customer's Cut-off Valve:

The customer shall furnish and maintain a private cut-off valve on the customer's side of the meter.

Separate Meters:

A separate meter shall be installed for service to each residential or business unit. The customer will not permit anyone else to connect to the District's water line or meter or the customer's service line without the prior written consent of the District. Water furnished for a given residential or business unit shall be used on that unit only.

Involuntary Termination:

The District may in accordance with 807 KAR 5:006 Section 15 refuse to connect or may remove the meter and/or discontinue service for any of the following reasons: (T)

1. Violation of any of its Rules and Regulations, any of the provisions of the schedule of Rates and Charges, any of the provisions of the Contract for Water Service

Date of Issue: February 5, 2014

Effective April 1, 2014

Issued by: William Eggen
William Eggen, Chairman

Area: Entire District

RULES AND REGULATIONS

- or other documents signed by the customer, the Commission's regulations, or any national, state or local code or applicable law, provided any notice required by the Commission's regulations has been given. (T)
2. The District may without advance notice to the customer discontinue service to the customer when a dangerous condition is found to exist or for fraudulent or illegal use of service, including the theft of water or the appearance of water theft devices on the premises of the customer. The District shall after termination provide any legally required notice to the customer. (T)
3. Non-payment of bills, provided the required 5-day written notice is sent and termination is not effected until 20 days have elapsed from the mailing date of the original bill. (T)
4. Refusing or neglecting to allow the District reasonable access to the customer's premises, provided the required 15-day written notice has been given. (T)

Service Reconnection Charge:

Service involuntarily terminated will be restored only after bills are paid in full and a Service Reconnection Charge of \$40.00 is paid for each meter reconnected during working hours. If at the customer's request it is reconnected after working hours the charge shall be \$50.00. (N)

Voluntary Termination By Customer:

Customers who wish to discontinue service must give at least three (3) days written notice to the District.

Minimum Bill:

Each customer will pay the District's minimum monthly water bill as soon as the meter is installed by the District and water is made available to the meter, regardless of whether the customer connects to the meter.

Date of Issue: February 5, 2014

Effective April 1, 2014

Issued by: William Eggen
William Eggen, Chairman

U.S. 60 WATER DISTRICT OF
SHELBY AND FRANKLIN COUNTIES

P.S.C. Ky. No. 3
First Amended Sheet No. 6

Canceling P.S.C. Ky. No. 3
Original Sheet No. 6

Area: Entire District

RULES AND REGULATIONS

All Bills:

Bills will be mailed monthly. Bills are due when mailed. If not paid within 10 days of the date they are mailed by the District, a penalty equal to 10% of the bill will be applied and a 5-day notice of intended disconnection may be mailed. If this notice has been mailed and a bill remains unpaid 20 days after it was mailed by the District, the service will be discontinued. Should the final date for payment of the bill fall on a Sunday or holiday the business day next following the final date will be held as a day of grace for delivery of payment. Failure to receive bills or notices shall not prevent such bills from becoming delinquent nor relieve the customer from payment or disconnection of service. (T)

Responsible Person:

The person or entity who signs the Contract for water service or its equivalent shall be responsible for payment of all bills incurred in connection with the service rendered.

Bad Check Fee:

The District may charge the customer any service charge which the District pays as a result of the customer's bad check or other dishonored payment method. (T)

Tax Surcharge:

In addition to the collection of regular rates, the District may collect from the customer a proportionate share of any privilege, sales use or other tax or fee which may be imposed.

Meter Reading:

Meters will generally be read monthly, but the District reserves the right to estimate bills and/or to vary the dates of length of period covered, temporarily or permanently, if necessary or desirable.

Rates:

Bills for water will be figured in accordance with the District's published rate schedule and will be the larger of (1) the minimum bill or (2) the bill based on the amount consumed for the period covered by the meter readings.

Date of Issue: February 5, 2014

Effective April 1, 2014

Issued by: William Eggen
William Eggen, Chairman

U.S. 60 WATER DISTRICT OF
SHELBY AND FRANKLIN COUNTIES

P.S.C. Ky. No. 3
First Amended Sheet No. 7.1

Canceling P.S.C. Ky. No. 3
Original Sheet No. 7

Area: Entire District

RULES AND REGULATIONS

Delinquent Account Collection Charge:

A charge of \$40.00 shall be made for a trip to collect a delinquent account in order to avoid disconnection of service. A charge of \$50.00 will be made for such a trip when requested by the customer to be made after hours. (N)

Meter Reading Recheck Charge:

A charge of \$40.00 shall be made for a trip to recheck a meter reading when the customer requests that an earlier meter reading be rechecked and such recheck shows the original reading was correct. The charge shall be \$50.00 if the customer requests that the reading be rechecked after hours. (N)

Meter Test Request:

Upon request a customer may have his meter tested by the District provided the request by the customer is not more frequent than once each twelve months. Adjustments will be made to the bill pursuant to 807 KAR 5:006, Section 11 where the meter is found to be more than 2 percent fast or slow. This test will be without charge provided the request by the customer is not more frequent than once each twelve months. If such test shows the meter to be less than 2% fast or slow, an \$85.00 charge shall be made. The charge shall be \$92.50 if the customer requests that the meter be tested after hours. (T)

PSC Meter Test Complaint:

Any customer of the District may request a meter test by written application to the Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602.

Service Investigation Charge:

A charge of \$40.00 per trip shall be made for a service investigation during regular working hours if interruption of service is not caused by failure of the District's facilities. The charge for such investigation requested by the customer after working hours will be \$50.00 per trip. (N)

Date of Issue: February 5, 2014

Effective April 1, 2014

Issued by: William Eggen
William Eggen, Chairman

P.S.C. Ky. No. 3
First Amended Sheet No. 7.2

U.S. 60 WATER DISTRICT OF
SHELBY AND FRANKLIN COUNTIES

Canceling P.S.C. Ky. No. 3
Original Sheet No. 7

Area: Entire District

RULES AND REGULATIONS

Meter Investigation Charge:

When an investigation of facilities on a customer's premises reveals meter seals broken, damaged meters, or unauthorized use of water, a meter investigation fee of \$40.00 shall be charged, or \$50.00 after hours, both in addition to the actual cost of repair and water used. (N)

After Hours Special Services Discouraged:

The District discourages its customers from requesting that special services be performed after the District's regular business hours due to the higher cost to the customer.

Right of Access:

The District's duly authorized representative and any duly authorized employee of the State Health Department bearing proper credentials and identification shall be permitted

Date of Issue: February 5, 2014

Effective April 1, 2014

Issued by: William Eggen
William Eggen, Chairman

U.S. 60 WATER DISTRICT OF
SHELBY AND FRANKLIN COUNTIES

P.S.C. Ky. No. 3
First Amended Sheet No. 11

Canceling P.S.C. Ky. No. 3
Original Sheet No. 11

Area: Entire District

RULES AND REGULATIONS

DISTRIBUTION EXTENSIONS:

Any person desiring an extension to the District's system shall request same in writing on a form approved by the District for such extensions. Any requested extension shall be provided as follows:

The District shall determine the total cost of the proposed water main extension (exclusive of the meter connection) and the total length of the extension. The District shall pay that portion of the cost of the water main extension equal to 50 feet for each applicant for service (the "50' rule contribution" as required by 807 KAR 5:006, Section 11. That part of the cost not covered by the District's portion shall be contributed equally by those applicants desiring service on the main extension. Each applicant will also be required to pay the District's approved "Tap-on-fee" for a meter connection to the main extension. (T)

For a period of ten years after the original construction of the main extension each additional customer directly connected to each particular extension will be required to contribute to the cost of that water main extension based on a recomputation of both the District's portion of the total cost and each customer's contribution as set out above. The District must refund to those customers that have previously contributed to the cost of each main extension itself that amount necessary to reduce their contribution to the currently calculated amount for each customer connected to that extension. All customers directly connected to each main extension for a ten year period after it is placed in service are to contribute equally to cost of construction of the water main extension itself. In addition each customer must pay the approved "Tap-on-fee" applicable at the time of their application for the meter connection. The "Tap-on-fee" is not part of the refundable cost of the extension and may be changed during the refund period.

Date of Issue: February 5, 2014

Effective: April 1, 2014

Issued by: William Eggen
William Eggen, Chairman