

October 2, 2015

RECEIVED

OCT 02 2015

PUBLIC SERVICE  
COMMISSION

Mr. Jeff Derouen  
Executive Director  
Public Service Commission  
P. O. Box 615  
Frankfort, KY 40602

RE: ARF Application  
McKinney Water District

Dear Mr. Derouen:

Enclosed for filing are the original and five (5) copies of the MCKinney Water District's ARF Application for an adjustment to its sewer rates. The ARF Application is being filed pursuant to 807 KAR 5:076.

The ARF Application uses calendar year 2015 as the Test Year, with appropriate adjustments to normalize revenues and expenses.

A copy of the ARF Application has been provided to the Office of Rate Intervention in the Attorney General's Office.

My electronic mail address is [assn72dist65@newwavecomm.net](mailto:assn72dist65@newwavecomm.net).

Yours truly,  
Mark Reed, Manager  
McKinney Water District  
P. O. Box 7, McKinney, Kentucky 40448

Enclosures

cc: Office of the Attorney General, Rate Intervention

11-13-15

**SUBMIT ORIGINAL AND FIVE ADDITIONAL COPIES, UNLESS FILING ELECTRONICALLY**

**APPLICATION FOR RATE ADJUSTMENT  
BEFORE THE PUBLIC SERVICE COMMISSION**  
For Small Utilities Pursuant to 807 KAR 5:076  
(Alternative Rate Filing)

**RECEIVED**

OCT 02 2015

PUBLIC SERVICE  
COMMISSION

McKinney Water District  
(Name of Utility)

PO Box 7

(Business Mailing Address - Number and Street, or P.O. Box)

McKinney, KY 40448

(Business Mailing Address - City, State, and Zip)

606-346-2220

(Telephone Number)

**BASIC INFORMATION**

NAME, TITLE, ADDRESS, TELEPHONE NUMBER and E-MAIL ADDRESS of the person to whom correspondence or communications concerning this application should be directed:

Mark Reed

(Name)

PO Box 7

(Address - Number and Street or P.O. Box)

McKinney, KY 40448

(Address - City, State, Zip)

606-346-2220

(Telephone Number)

assn72dist65@newwavecomm.net

(Email Address)

**(For each statement below, the Applicant should check either "YES", "NO", or  
"NOT APPLICABLE" (N/A))**

- |   | YES                                 | NO                                  | N/A                      |
|---|-------------------------------------|-------------------------------------|--------------------------|
| 1. a. In its immediate past calendar year of operation, Applicant had \$5,000,000 or less in gross annual revenue.  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            | <input type="checkbox"/> |
| b. Applicant operates two or more divisions that provide different types of utility service. In its immediate past calendar year of operation, Applicant had \$5,000,000 or less in gross annual revenue from the division for which a rate adjustment is sought. | <input type="checkbox"/>            | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 2. a. Applicant has filed an annual report with the Public Service Commission for the past year.  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            | <input type="checkbox"/> |
| b. Applicant has filed an annual report with the Public Service Commission for the two previous years.  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            | <input type="checkbox"/> |
| 3. Applicant's records are kept separate from other commonly-owned enterprises.   | <input checked="" type="checkbox"/> | <input type="checkbox"/>            | <input type="checkbox"/> |

	YES	NO	N/A
4. a. Applicant is a corporation that is organized under the laws of the state of _____, is authorized to operate in, and is in good standing in the state of Kentucky.	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
b. Applicant is a limited liability company that is organized under the laws of the state of _____, is authorized to operate in, and is in good standing in the state of Kentucky.	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
c. Applicant is a limited partnership that is organized under the laws of the state of _____, is authorized to operate in, and is in good standing in the state of Kentucky.	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
d. Applicant is a sole proprietorship or partnership.	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
e. Applicant is a water district organized pursuant to KRS Chapter 74.	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
f. Applicant is a water association organized pursuant to KRS Chapter 273.	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
5. a. A paper copy of this application has been mailed to Office of Rate Intervention, Office of Attorney General, 1024 Capital Center Drive, Suite 200, Frankfort, Kentucky 40601-8204.	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
b. An electronic copy of this application has been electronically mailed to: Office of Rate Intervention, Office of Attorney General at rateintervention@ag.ky.gov.	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
6. a. Applicant has 20 or fewer customers or is a sewer utility and has mailed written notice of the proposed rate adjustment to each of its customers no later than the date this application was filed with the Public Service Commission. A copy of this notice is attached to this application. <b>(Attach a copy of customer notice.)</b>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
b. Applicant has more than 20 customers, is not a sewer utility, and has included written notice of the proposed rate adjustment with customer bills that were mailed by the date on which the application was filed. A copy of this notice is attached to this application. <b>(Attach a copy of customer notice.)</b>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
c. Applicant has more than 20 customers, is not a sewer utility, and has made arrangements to publish notice once a week for three (3) consecutive weeks in a prominent manner in a newspaper of general circulation in its service area, the first publication having been made by the date on which this Application was filed. A copy of this notice is attached to this application. <b>(Attach a copy of customer notice.)</b>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
7. Applicant requires a rate adjustment for the reasons set forth in the attachment entitled "Reasons for Application." <b>(Attach completed "Reasons for Application" Attachment.)</b>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

- |  | YES                                 | NO                       | N/A                      |
|--|-------------------------------------|--------------------------|--------------------------|
| 8. Applicant proposes to charge the rates that are set forth in the attachment entitled "Current and Proposed Rates." <b>(Attach completed "Current and Proposed Rates" Attachment.)</b>   | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 9. Applicant proposes to use its annual report for the immediate past year as the test period to determine the reasonableness of its proposed rates. This annual report is for the 12 months ending December 31, <u>2014</u> .   | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 10. Applicant has reason to believe that some of the revenue and expense items set forth in its most recent annual report have or will change and proposes to adjust the test period amount of these items to reflect these changes. A statement of the test period amount, expected changes, and reasons for each expected change is set forth in the attachment "Statement of Adjusted Operations." <b>(Attach a completed copy of appropriate "Statement of Adjusted Operations" Attachment and any invoices, letters, contracts, receipts or other documents that support the expected change in costs.)</b> | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 11. Based upon test period operations, and considering any known and measurable adjustments, Applicant requires additional revenues of \$ <u>64,513.76</u> and total revenues from service rates of \$ <u>867,893.71</u> . The manner in which these amounts were calculated is set forth in "Revenue Requirement Calculation" Attachment. <b>(Attach a completed "Revenue Requirement Calculation" Attachment.)</b>   | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 12. As of the <b>date of the filing of this application</b> , Applicant had <u>1,863</u> customers.  | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 13. A billing analysis of Applicant's current and proposed rates is attached to this application. <b>(Attach a completed "Billing Analysis" Attachment.)</b>   | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 14. Applicant's depreciation schedule of utility plant in service is attached. <b>(Attach a schedule that shows per account group: the asset's original cost, accumulated depreciation balance as of the end of the test period, the useful lives assigned to each asset and resulting depreciation expense.)</b>  | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 15.a. Applicant has outstanding evidences of indebtedness, such as mortgage agreements, promissory notes, or bonds.  | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| b. Applicant has attached to this application a copy of each outstanding evidence of indebtedness (e.g., mortgage agreement, promissory note, bond resolution).  | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| c. Applicant has attached an amortization schedule for each outstanding evidence of indebtedness.  | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |

- |  | YES                                 | NO                                  | N/A                                 |
|--|-------------------------------------|-------------------------------------|-------------------------------------|
| 16. a. Applicant is not required to file state and federal tax returns.  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            | <input type="checkbox"/>            |
| b. Applicant is required to file state and federal tax returns.  | <input type="checkbox"/>            | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| c. Applicant's most recent state and federal tax returns are attached to this Application. <b>(Attach a copy of returns.)</b>  | <input type="checkbox"/>            | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| 17. Approximately _____ <b>(Insert dollar amount or percentage of total utility plant)</b> of Applicant's total utility plant was recovered through the sale of real estate lots or other contributions. | <input type="checkbox"/>            | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| 18. Applicant has attached a completed Statement of Disclosure of Related Party Transactions for each person who 807 KAR 5:076, §4(h) requires complete such form.                                       | <input checked="" type="checkbox"/> | <input type="checkbox"/>            | <input type="checkbox"/>            |

I am authorized by the Applicant to sign and file this application on the Applicant's behalf, have read and completed this application, and to the best of my knowledge all the information contained in this application and its attachments is true and correct.

Signed *Judie F. Hood*  
Officer of the Company/Authorized Representative  
 Title *Chairman*  
 Date *Sept 23 / 15*

COMMONWEALTH OF KENTUCKY

COUNTY OF Lincoln

Before me appeared *Judie F. Hood*, who after being duly sworn, stated that he/she had read and completed this application, that he/she is authorized to sign and file this application on behalf of the Applicant, and that to the best of his/her knowledge all the information contained in this application and its attachments is true and correct.

*Pam Carrier*  
 Notary Public  
 My commission expires: *9/25/17*

# EXHIBIT LIST

## McKinney Water District

1. Customer Notice
2. Reasons for Rate Increase
3. Current and Proposed Rates
4. Statement of Adjusted Operations
5. Revenue Requirement Calculation
6. Billing Analysis (Current and Proposed Rates)
7. Depreciation Schedule
8. Outstanding Debt Instruments (i.e., Bond Resolutions, Mortgages, Promissory Notes, Amortization Schedules.)
9. Statement of Disclosure of Related Party Transactions
10. Resolution

## CUSTOMER NOTICE

Notice is hereby given that the McKinney Water District expects to file an application on or about October 2, 2015 with the Kentucky Public Service Commission 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.

### MONTHLY WATER RATES

Meter Size	Current Rates	Proposed Rates	Dollar Increase	Percent Increase
<b>5/8" x 3/4" Meter</b>				
First 1,000 gallons	\$13.37 Minimum Bill	\$14.44 Minimum Bill	\$1.07	8.00%
Next 2,000 gallons	8.16 per 1,000 gallons	8.82 per 1,000 gallons	0.66	8.09%
Next 7,000 gallons	6.83 per 1,000 gallons	7.38 per 1,000 gallons	0.55	8.05%
Over 10,000 gallons	6.19 per 1,000 gallons	6.69 per 1,000 gallons	0.50	8.07%
<b>1" Meter</b>				
First 5,000 gallons	\$43.35 Minimum Bill	\$46.84 Minimum Bill	\$3.49	8.05%
Next 5,000 gallons	6.83 per 1,000 gallons	7.38 per 1,000 gallons	0.55	8.05%
Over 10,000 gallons	6.19 per 1,000 gallons	6.69 per 1,000 gallons	0.50	8.08%
<b>2" Meter</b>				
First 20,000 gallons	\$139.40 Minimum Bill	\$150.64 Minimum Bill	\$11.24	8.06%
Next 20,000 gallons	6.19 per 1,000 gallons	6.69 per 1,000 gallons	0.50	8.08%

If the Public Service Commission approves the proposed rates, then the monthly bill for a residential customer using an average of 4,000 gallons per month will increase from \$36.52 to \$39.46. This is an increase of \$2.94 or 8.05%.

The rates contained in this notice are the rates proposed by McKinney Water District. 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.

McKinney Water District 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 McKinney Water District's office located at 2900 KY Highway 198, P.O. Box 7, McKinney, KY 40448. You may contact the office at 606-346-2220.

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.

## **Reasons for Rate Increase**

McKinney Water District (the “District”) is requesting an 8.03% across-the-board rate increase for its retail customers. The District needs the rate increase for the following reasons:

1. To enable the District to pay its annual principal payments on its existing long term debts from water revenues rather than from depreciation reserves;
2. To enable the District to meet the coverage requirements set forth in its existing debt instruments;
3. To restore the District to a sound financial condition; and
4. To enable the District to enhance its financial capacity so it can continue to operate its system in compliance with the federal Safe Drinking Water Act, as amended in 1996, and KRS Chapter 151.

**CURRENT AND PROPOSED RATES**  
**McKinney Water District**

**Current Rates**

**5/8 x 3/4" Meter**

First 1,000 Gallons	\$13.37	Minimum Bill
Next 2,000 Gallons	8.16	Per 1,000 Gallons
Next 7,000 Gallons	6.83	Per 1,000 Gallons
Over 10,000 Gallons	6.19	Per 1,000 Gallons

**1" Meter**

First 5,000 Gallons	\$43.35	Minimum Bill
Next 5,000 Gallons	6.83	Per 1,000 Gallons
Over 10,000 Gallons	6.19	Per 1,000 Gallons

**2" Meter**

First 20,000 Gallons	\$139.40	Minimum Bill
Over 20,000 Gallons	6.19	Per 1,000 Gallons

**Proposed Rates**

**5/8 x 3/4" Meter**

First 1,000 Gallons	\$14.44	Minimum Bill
Next 2,000 Gallons	8.82	Per 1,000 Gallons
Next 7,000 Gallons	7.38	Per 1,000 Gallons
Over 10,000 Gallons	6.69	Per 1,000 Gallons

**1" Meter**

First 5,000 Gallons	\$46.84	Minimum Bill
Next 5,000 Gallons	7.38	Per 1,000 Gallons
Over 10,000 Gallons	6.69	Per 1,000 Gallons

**2" Meter**

First 20,000 Gallons	\$150.64	Minimum Bill
Over 20,000 Gallons	6.69	Per 1,000 Gallons

**SCHEDULE OF ADJUSTED OPERATIONS - WATER UTILITY**

TYE 12/31/20 14

	Test Year	Adjustment	Ref.	Pro Forma
<b><u>Operating Revenues</u></b>				
<b>Sales of Water</b>				
Unmetered Water Sales				0.00
Metered Water Sales	772,203.00	31,176.95	a.	803,379.95
Bulk Loading Stations				0.00
Fire Protection Revenue				0.00
Sales for Resale				0.00
<b>Total Sales of Water</b>	<b>772,203.00</b>	<b>31,176.95</b>		<b>803,379.95</b>
<b>Other Water Revenues</b>				
Forfeited Discounts				0.00
Miscellaneous Service Revenues	11,000.00			11,000.00
Rents from Water Property	3,600.00			3,600.00
Other Water Revenues	21,986.00			21,986.00
<b>Total Other Water Revenues</b>	<b>36,586.00</b>	<b>0.00</b>		<b>36,586.00</b>
<b>Total Operating Revenues</b>	<b>808,789.00</b>	<b>31,176.95</b>		<b>839,965.95</b>
<b><u>Operating Expenses</u></b>				
<b>Operation and Maintenance Expenses</b>				
Salaries and Wages - Employees	161,180.00	8,059.00	b.	169,239.00
Salaries and Wages - Officers	18,650.00			18,650.00
Employee Pensions and Benefits				0.00
Purchased Water	377,280.00	-23,749.71	c.	353,530.29
Purchased Power				0.00
Fuel for Power Production				0.00
Chemicals				0.00
Materials and Supplies	50,173.00			50,173.00
Contractual Services	77,017.00			77,017.00
Water Testing	3,242.00			3,242.00
Rents				0.00
Transportation Expenses	16,447.00			16,447.00
Insurance	11,179.00			11,179.00
Regulatory Commission Expenses				0.00
Bad Debt Expense	2,999.00			2,999.00

Miscellaneous Expenses	17,244.00			17,244.00
Total Operation and Maintenance Expenses	735,411.00	-15,690.71		719,720.29
Depreciation Expense	102,032.00	-17,303.59	d.	84,728.41
Amortization Expense				0.00
Taxes Other Than Income	14,470.00	616.51	e.	15,086.51
Income Tax Expense				0.00
<b>Total Operating Expenses</b>	<b>851,913.00</b>	<b>-32,377.79</b>		<b>819,535.21</b>
<b>Utility Operating Income</b>	<b>-43,124.00</b>	<b>63,554.74</b>		<b>20,430.74</b>

### References

- a. Increase in sales revenue from Purchased Water Adjustment, Case No. 2014-00435:  
 $89,077.0 \text{ gallons sold} \times \$0.35/1,000 \text{ PWA factor} = \$31,176.95$

- b. The Water District has granted it's employees a 5 percent across the board wage increase.  
 $\text{Increase in Wages} = \$161,180 \times 5.0\% = \$8,059.00$

- c. McKinney's test year water loss was 29.76%. Regulations set the maximum allowable loss for rate-making purposes at 15%, therefore the cost to purchase the water lost above this limit must be deducted.

Water Purchased	129,578,000
Less: Water Sold	89,077,000
Flushing & Fire	1,941,000
Water Loss	38,560,000
Water Loss Percentage	29.76%

Required decrease in Purchased Water expense for excessive water loss:  
 $\$377,280 \times 14.76\% = \$55,686.53$

Increase in Purchased Water expense due to rate increase from City of Stanford, ref. Case No. 2014-00435:  
 $103,022.0 \text{ gallons purchased from Stanford} \times \$0.31/1,000 \text{ rate increase} = \$31,936.82$

Net adjustment =  $\$31,936.82 - 55,686.53 = -\$23,749.71$

- d. The depreciation expense reported for 2014 is adjusted to bring asset lives within ranges recommended by NARUC in its publication titled "Depreciation Practices for Small Water Utilities". See attached tabulation (SAO page 4 of 4).
- e. Increase in FICA taxes (7.65%) associated with the employees' wage increase:  
 $\$ 10,829.04 \times 7.65\% = \$ 828.42$

**DEPRECIATION EXPENSE ADJUSTMENT**

(Only the assets that require adjustment are listed)

<u>Asset No.</u>	<u>Asset</u>	<u>Date In Service</u>	<u>Original Cost</u>	<u>Reported Amounts</u>		<u>Proforma Amounts</u>		<u>Adjustment</u>
				<u>Life</u>	<u>Depr. Exp.</u>	<u>Life</u>	<u>Depr. Exp.</u>	
156	Hwy 78 Lnle Project	04/30/13	\$79,580.19	33	\$2,411.52	50	\$1,591.60	(\$819.92)
55	Cap. Eng. & Design Costs	06/01/93	190,962.16	33	5,786.73	50	3,819.24	(1,967.49)
56	Cap. Legal Fees	06/01/93	4,180.40	33	126.68	50	83.61	(43.07)
57	Trans. Lines - FHA	06/01/93	488,797.82	33	14,812.06	50	9,775.96	(5,036.10)
59	Hydrants - FHA	06/01/93	6,776.00	33	205.33	40	169.40	(35.93)
60	Capitalized Interest - FHA	06/01/93	9,590.68	33	290.63	50	191.81	(98.81)
62	Meters - FHA	06/01/93	19,159.00	33	580.58	35	547.40	(33.18)
63	Pump Station - FHA	06/01/93	71,543.60	33	2,167.99	35	2,044.10	(123.89)
69	Transmission Lines	01/01/94	12,226.20	33	370.49	50	244.52	(125.97)
70	Capitalized Legal/Engineering	01/01/94	9,844.45	33	292.28	50	192.89	(99.37)
71	Capitalized Interest	02/01/94	13,425.00	33	406.82	50	268.50	(138.32)
101	Cap. Interest (Phase III)	05/21/01	5,559.21	33	168.46	50	111.18	(57.28)
107	Lines Extension Proj - Cont	05/21/01	683,846.75	33	20,722.63	50	13,676.94	(7,045.69)
109	Master Meter/Etc - Line Ext	05/21/01	11,000.00	33	333.33	35	314.29	(19.05)
110	Lines Extension Proj - Cont	05/21/01	564,776.65	33	17,114.44	50	11,295.53	(5,818.91)
112	Master Meter/Etc - Line Ext	05/21/01	12,740.00	33	386.06	35	364.00	(22.06)
115	PEH Fees - Line Ext. Project	05/21/01	183,540.64	33	5,561.84	50	3,670.81	(1,891.02)
116	Rubin, Hays & Foley	05/21/01	10,460.70	33	316.99	50	209.21	(107.78)
117	Carol Hill Legal Fees	05/21/01	5,416.74	33	164.14	50	108.33	(55.81)
118	Bluegrass ADD Fees	05/21/01	37,600.00	33	1,139.39	50	752.00	(387.39)
122	100 Ft. 4" Water Line	03/13/03	5,000.00	33	151.52	50	100.00	(51.52)
125	4100 ft. 4" Line - McKinney Rldge	05/31/04	11,369.75	33	344.54	50	227.40	(117.14)
139	Flow Meter	02/19/09	5,214.00	10	521.40	35	148.97	(372.43)
143	Generator and Installatons	06/22/09	5,435.60	10	543.56	20	271.78	(271.78)
150	Telemetry - Booster Station	08/28/12	12,750.00	33	386.36	10	1,275.00	888.64
151	Telemetry - Bonneville Tank	08/28/12	12,750.00	33	386.36	10	1,275.00	888.64
157	Maywood Pump Project	12/01/14	164,872.90	33	4,996.15	20	8,243.65	3,247.50
158	Tank Refurbish Project	09/16/14	66,317.14	33	2,009.61	15	4,421.14	2,411.53
<b>TOTALS</b>						<b>\$82,697.87</b>	<b>\$65,394.27</b>	<b>(\$17,303.59)</b>

**REVENUE REQUIREMENT CALCULATION - DEBT COVERAGE METHOD**

(This method is used commonly by non-profits that have long-term debts outstanding.)

Pro forma Operating Expenses	\$819,535.21
Plus: Average Annual Debt Principal and Interest Payments*	72,210.42
Debt Coverage Requirement**	14,442.08
Total Revenue Requirement	906,187.71
Less: Other Operating Revenue	-36,586.00
Non-operating Revenue	
Interest Income	-1,708.00
Revenue Required from Rates	867,893.71
Less: Revenue from Sales at Present Rates	-803,379.95
Required Revenue Increase	\$64,513.76

Required Revenue Increase stated as a Percentage of Revenue at Present Rates 8.03%

\* This should be a 3 year average calculated using the debt principal and interest payments for the three years following the test year.

\*\* This amount is calculated by multiplying the average annual debt principal and interest payments by the debt service requirement of the utility's lending agency.

# BILLING ANALYSIS WITH 2014 RATES

McKinney Water District

Test Period from Jan. 2014 thru Dec. 2014

## SUMMARY

Meter Size	Gallons Sold	Revenue
5/8 inch	86,293,300	750,670.62
3/4 inch	0	0.00
1 inch	2,345,800	18,730.46
1.5 Inch	0	0.00
2 Inch	373,600	2,533.13
3 inch	0	0.00
4 Inch	0	0.00
6 inch	0	0.00
Totals	89,012,700	\$ 771,934.21
Reported Amts.	89,077,000	\$ 772,203.00
Difference	-64,300	\$ (268.79)
		-0.03% OK

## 5/8 INCH METERS

	USAGE	BILLS	GALLONS	FIRST 1,000	NEXT 2,000	NEXT 7,000	ALL OVER 10,000	TOTAL
FIRST	1,000	4,232	1,746,100	1,746,100				1,746,100
NEXT	2,000	7,858	16,202,100	7,858,000	8,344,100			16,202,100
NEXT	7,000	8,994	45,124,400	8,994,000	17,988,000	18,142,400		45,124,400
ALL OVER	10,000	1,111	23,220,700	1,111,000	2,222,000	7,777,000	12,110,700	23,220,700
		22,195	86,293,300	19,709,100	28,554,100	25,919,400	12,110,700	86,293,300

## REVENUE BY RATE INCREMENT

	BILLS	GALLONS	RATE	REVENUE
FIRST 1,000	22,195	19,709,100	\$13.02	\$288,978.90
NEXT 2,000		28,554,100	7.81	223,007.52
NEXT 7,000		25,919,400	6.48	167,957.71
All Over 10,000		12,110,700	5.84	70,726.49
TOTALS	22,195	86,293,300		\$750,670.62

## 1 INCH METERS

	USAGE	BILLS	GALLONS	FIRST 5,000	NEXT 5,000	ALL OVER 10,000	TOTAL
FIRST	5,000	112	301,400	301,400			301,400
NEXT	5,000	70	521,200	350,000	171,200		521,200
OVER	10,000	74	1,523,200	370,000	370,000	783,200	1,523,200
		256	2,345,800	1,021,400	541,200	783,200	2,345,800

## REVENUE BY RATE INCREMENT

	BILLS	GALLONS	RATE	REVENUE
FIRST 5,000	256	1,021,400	\$41.60	\$10,649.60
NEXT 5,000		541,200	6.48	3,506.98
ALL OVER 10,000		783,200	5.84	4,573.89
TOTAL	256	2,345,800		\$18,730.46

**2 INCH METERS**

	USAGE	BILLS	GALLONS	FIRST 20,000	OVER 20,000	TOTAL
FIRST	20,000	2	11,900	11,900		11,900
OVER	20,000	10	361,700	200,000	161,700	361,700
		12	373,600	211,900	161,700	373,600

**REVENUE BY RATE INCREMENT**

		BILLS	GALLONS	RATE	REVENUE
FIRST	20,000	12	211,900	\$132.40	\$1,588.80
ALL OVER	20,000		161,700	5.84	944.33
TOTAL		12	373,600		\$2,533.13

## BILLING ANALYSIS WITH PROPOSED RATES

### McKinney Water District

Test Period from Jan. 2014 thru Dec. 2014

#### SUMMARY

Meter Size	Gallons Sold	Revenue
5/8 inch	86,293,300	844,648.72
3/4 inch	0	0.00
1 inch	2,345,800	21,224.70
1.5 inch	0	0.00
2 inch	373,600	2,889.45
3 inch	0	0.00
4 inch	0	0.00
6 inch	0	0.00

Totals 89,012,700 \$ 868,762.87

Revenue Requirement \$ 867,893.71

Difference \$ 869.16  
0.10% OK

#### 5/8 INCH METERS

	USAGE	BILLS	GALLONS	FIRST 1,000	NEXT 2,000	NEXT 7,000	ALL OVER 10,000	TOTAL
FIRST	1,000	4,232	1,746,100	1,746,100				1,746,100
NEXT	2,000	7,858	16,202,100	7,858,000	8,344,100			16,202,100
NEXT	7,000	8,994	45,124,400	8,994,000	17,988,000	18,142,400		45,124,400
ALL OVER	10,000	1,111	23,220,700	1,111,000	2,222,000	7,777,000	12,110,700	23,220,700
		22,195	86,293,300	19,709,100	28,554,100	25,919,400	12,110,700	86,293,300

#### REVENUE BY RATE INCREMENT

	USAGE	BILLS	GALLONS	RATE	REVENUE
FIRST	1,000	22,195	19,709,100	\$14.44	\$320,495.80
NEXT	2,000		28,554,100	8.82	251,847.16
NEXT	7,000		25,919,400	7.38	191,285.17
All Over	10,000		12,110,700	6.69	81,020.58
TOTALS		22,195	86,293,300		\$844,648.72

#### 1 INCH METERS

	USAGE	BILLS	GALLONS	FIRST 5,000	NEXT 5,000	ALL OVER 10,000	TOTAL
FIRST	5,000	112	301,400	301,400			301,400
NEXT	5,000	70	521,200	350,000	171,200		521,200
OVER	10,000	74	1,523,200	370,000	370,000	783,200	1,523,200
		256	2,345,800	1,021,400	541,200	783,200	2,345,800

#### REVENUE BY RATE INCREMENT

	USAGE	BILLS	GALLONS	RATE	REVENUE
FIRST	5,000	256	1,021,400	\$48.84	\$11,991.04
NEXT	5,000		541,200	7.38	3,994.06
ALL OVER	10,000		783,200	6.69	5,239.61
TOTAL		256	2,345,800		\$21,224.70

**2 INCH METERS**

	USAGE	BILLS	GALLONS	FIRST 20,000	OVER 20,000	TOTAL
FIRST	20,000	2	11,900	11,900		11,900
OVER	20,000	10	361,700	200,000	161,700	361,700
		12	373,600	211,900	161,700	373,600

**REVENUE BY RATE INCREMENT**

		BILLS	GALLONS	RATE	REVENUE
FIRST	20,000	12	211,900	\$150.64	\$1,807.68
ALL OVER	20,000		161,700	6.69	1,081.77
TOTAL		12	373,600		\$2,889.45

**Tax Asset Detail 1/01/14 - 12/31/14**

Asset	d t	Property Description	Date In Service	Tax Cost	Sec 179 Exp Current = c	Tax Bonus Amt	Tax Prior Depreciation	Tax Current Depreciation	Tax End Depr	Tax Net Book Value	Tax Method	Tax Period
<b>Group:</b>												
149		Tractor/Backhoe (F70100279)	8/15/11	14,700.00	0.00	0.00	3,552.50	1,470.00	5,022.50	9,677.50	S/L	10.00
156		Hwy 78 Line Project	4/30/13	79,580.19	0.00	0.00	1,607.68	2,411.52	4,019.20	75,560.99	S/L	33.00
<b>No Group</b>				<b>94,280.19</b>	<b>0.00c</b>	<b>0.00</b>	<b>5,160.18</b>	<b>3,881.52</b>	<b>9,041.70</b>	<b>85,238.49</b>		
<b>Group: ALL ASSETS</b>												
43		TRANS. LINES-91 REPORT	1/01/79	778,978.00	0.00	0.00	778,978.00	0.00	778,978.00	0.00	S/L	33.00
44		WATER PUMP-91 REPORT	1/01/58	12,449.00	0.00	0.00	12,449.00	0.00	12,449.00	0.00	S/L	33.00
45		WATER TANK-91 REPORT	1/01/78	47,821.00	0.00	0.00	47,821.00	0.00	47,821.00	0.00	S/L	33.00
46		LAND AND ROW-91 REPORT	1/01/78	2,932.00	0.00	0.00	0.00	0.00	0.00	2,932.00	Land	0.00
47		OFFICE EQUIPMENT-91 REPOR	1/01/87	5,586.00	0.00	0.00	5,586.00	0.00	5,586.00	0.00	S/L	10.00
48		BUILDING-91 REPORT	1/01/89	19,000.00	0.00	0.00	19,000.00	0.00	19,000.00	0.00	S/L	20.00
49		SERVICES-91 REPORT	1/01/79	35,156.00	0.00	0.00	35,156.00	0.00	35,156.00	0.00	S/L	33.00
50		METERS-91 REPORT	1/01/79	62,663.00	0.00	0.00	62,663.00	0.00	62,663.00	0.00	S/L	33.00
51		HYDRANTS-91 REPORT	1/01/79	7,149.00	0.00	0.00	7,149.00	0.00	7,149.00	0.00	S/L	33.00
52		OTHER TANGIBLE PLANT-91 R	1/01/90	4,833.00	0.00	0.00	4,833.00	0.00	4,833.00	0.00	S/L	10.00
53		LAND AND ROW	1/01/92	393.75	0.00	0.00	0.00	0.00	0.00	393.75	Land	0.00
54		OTHER TANGIBLE PLANT	12/01/92	6,585.00	0.00	0.00	6,585.00	0.00	6,585.00	0.00	S/L	10.00
55		CAP ENG. & DESIGN COSTS	6/01/93	190,962.16	0.00	0.00	118,628.41	5,786.73	124,415.14	66,547.02	S/L	33.00
56		CAP. LEGAL FEES	6/01/93	4,180.40	0.00	0.00	2,594.56	126.68	2,721.24	1,459.16	S/L	33.00
57		TRANS. LINES-FHA	6/01/93	488,797.82	0.00	0.00	303,647.02	14,812.06	318,459.08	170,338.74	S/L	33.00
58		SERVICES-FHA	6/01/93	39,220.32	0.00	0.00	26,442.33	1,188.49	27,630.82	11,589.50	S/L	33.00
59		HYDRANTS-FHA	6/01/93	6,776.00	0.00	0.00	4,208.61	205.33	4,413.94	2,362.06	S/L	33.00
60		CAPITALIZED INTEREST-FHA	6/01/93	9,590.68	0.00	0.00	5,958.71	290.63	6,249.34	3,341.34	S/L	33.00
61		WATER TANK-FHA	6/01/93	64,262.00	0.00	0.00	39,919.61	1,947.33	41,866.94	22,395.06	S/L	33.00
62		METERS-FHA	6/01/93	19,159.00	0.00	0.00	11,899.86	580.58	12,480.44	6,678.56	S/L	33.00
63		PUMP STATION-FHA	6/01/93	71,543.60	0.00	0.00	44,443.83	2,167.99	46,611.82	24,931.78	S/L	33.00
64		TRAILER-INCLUDING EXCAVA	12/01/93	2,440.00	0.00	0.00	2,440.00	0.00	2,440.00	0.00	S/L	10.00
65		NORFOLK-ROW	5/01/93	100.00	0.00	0.00	0.00	0.00	0.00	100.00	Land	0.00
67		OFFICE DESK/CHAIRS	12/01/93	283.44	0.00	0.00	283.44	0.00	283.44	0.00	S/L	10.00
68		OTHER TANGIBLE-CONST. ACC	6/01/93	1,430.00	0.00	0.00	1,430.00	0.00	1,430.00	0.00	S/L	10.00
69		TRANSMISSION LINES	1/01/94	12,226.20	0.00	0.00	7,223.33	370.49	7,593.82	4,632.38	S/L	33.00
70		CAPITALIZED LEGAL/ENGINEE	1/01/94	9,644.45	0.00	0.00	5,698.42	292.26	5,990.68	3,653.77	S/L	33.00
71		CAPITALIZED INTEREST	2/01/94	13,425.00	0.00	0.00	7,932.94	406.82	8,339.76	5,085.24	S/L	33.00
72		NORFOLK SO. ROW	5/01/94	100.00	0.00	0.00	0.00	0.00	0.00	100.00	Land	0.00
73		NORFOLK SO. ROW	5/01/95	100.00	0.00	0.00	0.00	0.00	0.00	100.00	Land	0.00
74		NORFOLK SO. ROW	5/01/96	100.00	0.00	0.00	0.00	0.00	0.00	100.00	Land	0.00
76		FENCE FOR WATER TANK-AKE	2/01/95	2,270.00	0.00	0.00	1,307.43	68.79	1,376.22	893.78	S/L	33.00
77		KEROSENE HEATER	1/01/95	365.69	0.00	0.00	365.69	0.00	365.69	0.00	S/L	7.00
78		OFFICE SAFE	2/01/95	950.00	0.00	0.00	950.00	0.00	950.00	0.00	S/L	10.00
79		AERIAL PHOTOS/PRINTS FOR T	11/10/99	2,800.00	0.00	0.00	1,202.04	84.85	1,286.89	1,513.11	S/L	33.00
80		OFFICE REMODELLING(3 DOOI	9/01/97	4,567.82	0.00	0.00	3,730.37	228.39	3,958.76	609.06	S/L	20.00
81		ARCH. STUDY-FOR TANK SITE	11/10/99	750.00	0.00	0.00	322.01	22.73	344.74	405.26	S/L	33.00
82		LOT FOR TANK SITE-STILLHOL	11/10/99	5,000.00	0.00	0.00	0.00	0.00	0.00	5,000.00	Land	0.00
83		FILING FEE-FOR PURCHASE OF	11/10/99	18.00	0.00	0.00	0.00	0.00	0.00	18.00	Land	0.00
84		NORFOLK SO. ROW	5/01/97	100.00	0.00	0.00	0.00	0.00	0.00	100.00	Land	0.00
85		SITE TESTING (HALL'S GAP WA	11/10/99	3,025.00	0.00	0.00	1,298.66	91.67	1,390.33	1,634.67	S/L	33.00
86		NORFOLK SO. ROW	5/04/98	100.00	0.00	0.00	0.00	0.00	0.00	100.00	Land	0.00

**Tax Asset Detail 1/01/14 - 12/31/14**

Asset	d t	Property Description	Date In Service	Tax Cost	Sec 179 Exp Current = c	Tax Bonus Amt	Tax Prior Depreciation	Tax Current Depreciation	Tax End Depr	Tax Net Book Value	Tax Method	Tax Period
<b>Group: ALL ASSETS (continued)</b>												
90		NORFOLK SO. ROW	5/01/99	100.00	0.00	0.00	0.00	0.00	0.00	100.00	Land	0.00
91		EASEMENT (TANK)-BILL INGR.	11/16/99	1,000.00	0.00	0.00	0.00	0.00	0.00	1,000.00	Land	0.00
92		WATER TANK (CALDWELL/QO	11/10/99	249,333.85	0.00	0.00	107,037.24	7,555.57	114,592.81	134,741.04	S/L	33.00
93		PEH FEES (TANK PROJECT) RD.	11/10/99	65,571.18	0.00	0.00	28,149.31	1,987.01	30,136.32	35,434.86	S/L	33.00
94		RUBIN & HAYES (BOND COUN	11/10/99	7,650.55	0.00	0.00	3,284.26	231.83	3,516.09	4,134.46	S/L	33.00
95		LEGAL FEES (CAROL HILL) TAI	11/10/99	1,950.00	0.00	0.00	837.11	59.09	896.20	1,053.80	S/L	33.00
96		CAPITALIZED INT (PEOPLE'S B.	11/10/99	5,813.17	0.00	0.00	2,495.60	176.16	2,671.76	3,141.41	S/L	33.00
101		CAP INTEREST(PHASE III. CON	5/21/01	5,559.21	0.00	0.00	2,119.79	168.46	2,288.25	3,270.96	S/L	33.00
102		BUILDING IMPROVEMENTS/RE	6/01/00	11,224.61	0.00	0.00	7,623.37	561.23	8,184.60	3,040.01	S/L	20.00
104		RELISYS TERMINAL	8/21/00	702.80	0.00	0.00	702.80	0.00	702.80	0.00	S/L	5.00
105		EASEMENTS(PARKER,BANKS,N	6/20/00	3,100.00	0.00	0.00	0.00	0.00	0.00	3,100.00	Land	0.00
106		ROW-NORFOLK SOUTHERN	5/01/00	100.00	0.00	0.00	0.00	0.00	0.00	100.00	Land	0.00
107		LINES EXTENSION PROJ-CONT	5/21/01	683,846.75	0.00	0.00	260,759.76	20,722.63	281,482.39	402,364.36	S/L	33.00
108		SERVICES-LINE EXT. PROJ CON	5/21/01	31,400.00	0.00	0.00	11,973.29	951.52	12,924.81	18,475.19	S/L	33.00
109		MASTER METER/ETC - LINE EX	5/21/01	11,000.00	0.00	0.00	4,194.40	333.33	4,527.73	6,472.27	S/L	33.00
110		LINES-EXTENSION PROJECT C	5/21/01	564,776.65	0.00	0.00	215,356.71	17,114.44	232,471.15	332,305.50	S/L	33.00
111		SERVICES-LINE EXT PROJ CON	5/21/01	10,365.00	0.00	0.00	3,952.30	314.09	4,266.39	6,098.61	S/L	33.00
112		MASTER METER/ETC-LINE EXT	5/21/01	12,740.00	0.00	0.00	4,857.92	386.06	5,243.98	7,496.02	S/L	33.00
113		NORFOLK SO. ROW	5/01/01	100.00	0.00	0.00	0.00	0.00	0.00	100.00	Land	0.00
115		PEH FEES - LINE EXT PROJECT	5/21/01	183,540.64	0.00	0.00	69,986.49	5,561.84	75,548.33	107,992.31	S/L	33.00
116		RUBIN, HAYS & FOLEY - LINE I	5/21/01	10,460.70	0.00	0.00	3,988.79	316.99	4,305.78	6,154.92	S/L	33.00
117		CAROL HILL LEGAL FEES - LIN	5/21/01	5,416.74	0.00	0.00	2,065.43	164.14	2,229.57	3,187.17	S/L	33.00
118		BLUEGRASS ADD FEES - CONT	5/21/01	37,600.00	0.00	0.00	14,337.33	1,139.39	15,476.72	22,123.28	S/L	33.00
120		NORFOLK SO ROW	5/06/02	100.00	0.00	0.00	0.00	0.00	0.00	100.00	Land	0.00
121		FENCE-OFFICE PARKING LOT	8/28/02	2,646.00	0.00	0.00	1,499.40	132.30	1,631.70	1,014.30	S/L	20.00
122		100 FT 4" WATERLINE-CLAY PI	3/13/03	5,000.00	0.00	0.00	1,641.46	151.52	1,792.98	3,207.02	S/L	33.00
123		HMB ENG FEES-FOR WATERLIN	6/30/03	9,010.52	0.00	0.00	0.00	0.00	0.00	9,010.52	Memo	0.00
124		NORFOLK SO. ROW	6/02/03	100.00	0.00	0.00	0.00	0.00	0.00	100.00	Land	0.00
125		4100 ft 4" line-Mckinney Ridge Ro	5/31/04	11,369.75	0.00	0.00	3,301.84	344.54	3,646.38	7,723.37	S/L	33.00
126		Norfolk So. ROW	6/01/04	100.00	0.00	0.00	0.00	0.00	0.00	100.00	Land	0.00
127		Norfolk Southern ROW	5/31/05	100.00	0.00	0.00	0.00	0.00	0.00	100.00	Land	0.00
128		Heat Pump-13 Series 3 Ton	11/07/05	3,500.00	0.00	0.00	1,429.17	175.00	1,604.17	1,895.83	S/L	20.00
130		LEAK DETECTOR	6/22/06	1,794.85	0.00	0.00	1,346.17	179.49	1,525.66	269.19	S/L	10.00
131		40' STORAGE CONTAINER	7/12/06	2,900.00	0.00	0.00	1,449.98	193.33	1,643.31	1,256.69	S/L	15.00
132		DONATED LAND	12/31/06	4,000.00	0.00	0.00	0.00	0.00	0.00	4,000.00	Land	0.00
133		Easement	12/31/07	100.00	0.00	0.00	0.00	0.00	0.00	100.00	Land	0.00
134		Computer	6/20/07	568.00	0.00	0.00	568.00	0.00	568.00	0.00	S/L	5.00
135		Computers and Software	10/31/07	17,367.50	0.00	0.00	17,367.50	0.00	17,367.50	0.00	S/L	5.00
136		Printer	10/08/07	749.00	0.00	0.00	749.00	0.00	749.00	0.00	S/L	5.00
138		Computer/Software	2/01/08	1,101.00	0.00	0.00	1,101.00	0.00	1,101.00	0.00	S/L	5.00
139		Flow Meter	2/19/09	5,214.00	0.00	0.00	2,520.10	521.40	3,041.50	2,172.50	S/L	10.00
140		Pipe Locator	2/27/09	4,395.00	0.00	0.00	2,124.25	439.50	2,563.75	1,831.25	S/L	10.00
141		Roof on Office	9/25/09	2,240.00	0.00	0.00	476.00	112.00	588.00	1,652.00	S/L	20.00
142		Handheld Readers	5/20/09	1,000.00	0.00	0.00	458.33	100.00	558.33	441.67	S/L	10.00
143		Generator and installations	6/22/09	5,435.60	0.00	0.00	2,446.02	543.56	2,989.58	2,446.02	S/L	10.00
144		Norfolk So ROW	12/31/08	100.00	0.00	0.00	0.00	0.00	0.00	100.00	Land	0.00
145		Norfolk So ROW	12/31/09	100.00	0.00	0.00	0.00	0.00	0.00	100.00	Land	0.00
146		Computer w/back up systems	2/28/10	1,219.15	0.00	0.00	934.68	243.83	1,178.51	40.64	S/L	5.00
147		Telemetry Equipment	7/22/10	11,000.00	0.00	0.00	3,758.33	1,100.00	4,858.33	6,141.67	S/L	10.00

**Tax Asset Detail 1/01/14 - 12/31/14**

Asset	d t	Property Description	Date In Service	Tax Cost	Sec 179 Exp Current = c	Tax Bonus Amt	Tax Prior Depreciation	Tax Current Depreciation	Tax End Depr	Tax Net Book Value	Tax Method	Tax Period
<b>Group: ALL ASSETS (continued)</b>												
148		2005 F150 (1ftrf14w25na95102)	5/23/11	14,597.50	0.00	0.00	7,542.04	2,919.50	10,461.54	4,135.96	S/L	5.00
150		Telemetry-Booster Station	8/28/12	12,750.00	0.00	0.00	515.15	386.36	901.51	11,848.49	S/L	33.00
151		Telemetry-Bonneville Tank	8/28/12	12,750.00	0.00	0.00	515.15	386.36	901.51	11,848.49	S/L	33.00
152		Nicki Computer-Software Solutions	4/09/12	2,550.73	0.00	0.00	892.76	510.15	1,402.91	1,147.82	S/L	5.00
153		Donna Computer-Software Solution	7/02/12	2,550.73	0.00	0.00	765.22	510.15	1,275.37	1,275.36	S/L	5.00
154		Copier-Purcell's	2/01/12	895.00	0.00	0.00	343.08	179.00	522.08	372.92	S/L	5.00
155		Mobile Meter Terminals	1/04/13	13,620.00	0.00	0.00	1,362.00	1,362.00	2,724.00	10,896.00	S/L	10.00
157		Maywood Pump Project	12/01/14	164,872.90	0.00c	0.00	0.00	416.35	416.35	164,456.55	S/L	33.00
158		Tank Refurbish Project	9/16/14	66,317.14	0.00c	0.00	0.00	502.40	502.40	65,814.74	S/L	33.00
159		Surveillance System	2/24/14	1,954.62	0.00c	0.00	0.00	325.77	325.77	1,628.85	S/L	5.00
<b>ALL ASSETS</b>				<u>4,225,254.17</u>	<u>0.00c</u>	<u>0.00</u>	<u>2,370,975.80</u>	<u>98,150.11</u>	<u>2,469,125.91</u>	<u>1,756,128.26</u>		
<b>Grand Total</b>				<u>4,319,534.36</u>	<u>0.00c</u>	<u>0.00</u>	<u>2,376,135.98</u>	<u>102,031.63</u>	<u>2,478,167.61</u>	<u>1,841,366.75</u>		

**DEBT SERVICE SCHEDULE**  
**McKinney Water District**  
 CY 2015 - 2017

Est	2016		2017		Three Year Total		Average Annual P & I
	Principal	Interest	Principal	Interest	Principal	Interest	
3,275.00	\$ 14,000.00	\$ 17,600.00	\$ 15,000.00	\$ 16,875.00	\$42,000.00	\$ 52,750.00	\$ 31,583.33
862.50	\$ 4,700.00	\$ 632.50	\$ 5,000.00	\$ 390.00	\$14,200.00	\$ 1,885.00	\$ 5,361.67
3,352.38	\$ 2,600.00	\$ 3,269.50	\$ 2,700.00	\$ 3,183.38	\$7,800.00	\$ 9,805.25	\$ 5,868.42
2,323.75	\$ 1,800.00	\$ 2,265.25	\$ 1,900.00	\$ 2,205.13	\$5,500.00	\$ 6,794.13	\$ 4,098.04
4,170.00	\$ 11,500.00	\$ 13,804.38	\$ 12,000.00	\$ 13,422.50	\$34,500.00	\$ 41,396.88	\$ 25,298.96
					\$0.00	\$ -	\$ -
					\$0.00	\$ -	\$ -
<b>3,983.63</b>	<b>\$ 34,600.00</b>	<b>\$ 37,571.63</b>	<b>\$ 36,600.00</b>	<b>\$ 36,076.00</b>	<b>\$ 104,000.00</b>	<b>\$ 112,631.25</b>	<b>\$ 72,210.42</b>
	<b>\$72,171.63</b>		<b>\$72,676.00</b>				

<b>Name:</b>		<b>McKinney Water District</b>				
Bond Series		Amount			Interest Rate	
1992D		\$537,000.00			5.000%	
YEAR	PRINCIPAL	INTEREST	INTEREST	TOTAL	BALANCE	
		JANUARY	JULY		\$537,000.00	
1995	\$5,000.00	\$13,425.00	\$13,300.00	\$31,725.00	\$532,000.00	
1996	\$5,000.00	\$13,300.00	\$13,175.00	\$31,475.00	\$527,000.00	
1997	\$6,000.00	\$13,175.00	\$13,025.00	\$32,200.00	\$521,000.00	
1998	\$6,000.00	\$13,025.00	\$12,875.00	\$31,900.00	\$515,000.00	
1999	\$6,000.00	\$12,875.00	\$12,725.00	\$31,600.00	\$509,000.00	
2000	\$6,000.00	\$12,725.00	\$12,575.00	\$31,300.00	\$503,000.00	
2001	\$7,000.00	\$12,575.00	\$12,400.00	\$31,975.00	\$496,000.00	
2002	\$7,000.00	\$12,400.00	\$12,225.00	\$31,625.00	\$489,000.00	
2003	\$7,000.00	\$12,225.00	\$12,050.00	\$31,275.00	\$482,000.00	
2004	\$8,000.00	\$12,050.00	\$11,850.00	\$31,900.00	\$474,000.00	
2005	\$8,000.00	\$11,850.00	\$11,650.00	\$31,500.00	\$466,000.00	
2006	\$9,000.00	\$11,650.00	\$11,425.00	\$32,075.00	\$457,000.00	
2007	\$9,000.00	\$11,425.00	\$11,200.00	\$31,625.00	\$448,000.00	
2008	\$9,000.00	\$11,200.00	\$10,975.00	\$31,175.00	\$439,000.00	
2009	\$10,000.00	\$10,975.00	\$10,725.00	\$31,700.00	\$429,000.00	
2010	\$10,000.00	\$10,725.00	\$10,475.00	\$31,200.00	\$419,000.00	
2011	\$11,000.00	\$10,475.00	\$10,200.00	\$31,675.00	\$408,000.00	
2012	\$11,000.00	\$10,200.00	\$9,925.00	\$31,125.00	\$397,000.00	
2013	\$12,000.00	\$9,925.00	\$9,625.00	\$31,550.00	\$385,000.00	
2014	\$13,000.00	\$9,625.00	\$9,300.00	\$31,925.00	\$372,000.00	
2015	\$13,000.00	\$9,300.00	\$8,975.00	\$31,275.00	\$359,000.00	
2016	\$14,000.00	\$8,975.00	\$8,625.00	\$31,600.00	\$345,000.00	
2017	\$15,000.00	\$8,625.00	\$8,250.00	\$31,875.00	\$330,000.00	
2018	\$15,000.00	\$8,250.00	\$7,875.00	\$31,125.00	\$315,000.00	
2019	\$16,000.00	\$7,875.00	\$7,475.00	\$31,350.00	\$299,000.00	
2020	\$17,000.00	\$7,475.00	\$7,050.00	\$31,525.00	\$282,000.00	
2021	\$18,000.00	\$7,050.00	\$6,600.00	\$31,650.00	\$264,000.00	
2022	\$19,000.00	\$6,600.00	\$6,125.00	\$31,725.00	\$245,000.00	
2023	\$19,000.00	\$6,125.00	\$5,650.00	\$30,775.00	\$226,000.00	
2024	\$21,000.00	\$5,650.00	\$5,125.00	\$31,775.00	\$205,000.00	
2025	\$21,000.00	\$5,125.00	\$4,600.00	\$30,725.00	\$184,000.00	
2026	\$23,000.00	\$4,600.00	\$4,025.00	\$31,625.00	\$161,000.00	
2027	\$24,000.00	\$4,025.00	\$3,425.00	\$31,450.00	\$137,000.00	
2028	\$25,000.00	\$3,425.00	\$2,800.00	\$31,225.00	\$112,000.00	
2029	\$26,000.00	\$2,800.00	\$2,150.00	\$30,950.00	\$86,000.00	
2030	\$28,000.00	\$2,150.00	\$1,450.00	\$31,600.00	\$58,000.00	
2031	\$29,000.00	\$1,450.00	\$725.00	\$31,175.00	\$29,000.00	
2032	\$29,000.00	\$725.00	\$0.00	\$29,725.00	\$0.00	
2033	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2034	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2035	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
	<b>\$537,000.00</b>	<b>\$336,050.00</b>	<b>\$322,625.00</b>	<b>\$1,195,675.00</b>		



<b>Name:</b>		<b>McKinney Water District</b>				
Bond Series		Amount		Interest Rate		
1992C		\$78,600.00		5.000%		
YEAR	PRINCIPAL	INTEREST JANUARY	INTEREST JULY	TOTAL	BALANCE	
1993	\$1,500.00	\$1,965.00	\$1,927.50	\$5,392.50	\$77,100.00	
1994	\$1,600.00	\$1,927.50	\$1,887.50	\$5,415.00	\$75,500.00	
1995	\$1,700.00	\$1,887.50	\$1,845.00	\$5,432.50	\$73,800.00	
1996	\$1,800.00	\$1,845.00	\$1,800.00	\$5,445.00	\$72,000.00	
1997	\$1,900.00	\$1,800.00	\$1,752.50	\$5,452.50	\$70,100.00	
1998	\$1,900.00	\$1,752.50	\$1,705.00	\$5,357.50	\$68,200.00	
1999	\$2,100.00	\$1,705.00	\$1,652.50	\$5,457.50	\$66,100.00	
2000	\$2,100.00	\$1,652.50	\$1,600.00	\$5,352.50	\$64,000.00	
2001	\$2,300.00	\$1,600.00	\$1,542.50	\$5,442.50	\$61,700.00	
2002	\$2,400.00	\$1,542.50	\$1,482.50	\$5,425.00	\$59,300.00	
2003	\$2,500.00	\$1,482.50	\$1,420.00	\$5,402.50	\$56,800.00	
2004	\$2,600.00	\$1,420.00	\$1,355.00	\$5,375.00	\$54,200.00	
2005	\$2,800.00	\$1,355.00	\$1,285.00	\$5,440.00	\$51,400.00	
2006	\$2,900.00	\$1,285.00	\$1,212.50	\$5,397.50	\$48,500.00	
2007	\$3,000.00	\$1,212.50	\$1,137.50	\$5,350.00	\$45,500.00	
2008	\$3,200.00	\$1,137.50	\$1,057.50	\$5,395.00	\$42,300.00	
2009	\$3,300.00	\$1,057.50	\$975.00	\$5,332.50	\$39,000.00	
2010	\$3,500.00	\$975.00	\$887.50	\$5,362.50	\$35,500.00	
2011	\$3,700.00	\$887.50	\$795.00	\$5,382.50	\$31,800.00	
2012	\$3,900.00	\$795.00	\$697.50	\$5,392.50	\$27,900.00	
2013	\$4,100.00	\$697.50	\$595.00	\$5,392.50	\$23,800.00	
2014	\$4,300.00	\$595.00	\$487.50	\$5,382.50	\$19,500.00	
2015	\$4,500.00	\$487.50	\$375.00	\$5,362.50	\$15,000.00	
2016	\$4,700.00	\$375.00	\$257.50	\$5,332.50	\$10,300.00	
2017	\$5,000.00	\$257.50	\$132.50	\$5,390.00	\$5,300.00	
2018	\$5,300.00	\$132.50	\$0.00	\$5,432.50	\$0.00	
2019	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2020	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2021	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2022	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2023	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2024	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2025	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2026	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2027	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2028	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2029	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2030	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2031	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2032	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2033	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
	\$78,600.00	\$31,830.00	\$29,865.00	\$140,295.00		

1,082.50	975.00
862.50	750.00
632.50	515.00
390.00	265.00
132.50	-
-	-

<b>Name:</b>		<b>McKinney Water District</b>				
Bond Series		Amount		Interest Rate		
1999A		\$130,000.00		3.250%		
YEAR	PRINCIPAL	INTEREST	INTEREST	TOTAL	BALANCE	
		JANUARY	JULY		\$130,000.00	
2001	\$1,400.00	\$2,112.50	\$2,089.75	\$5,602.25	\$128,600.00	
2002	\$1,400.00	\$2,089.75	\$2,067.00	\$5,556.75	\$127,200.00	
2003	\$1,500.00	\$2,067.00	\$2,042.63	\$5,609.63	\$125,700.00	
2004	\$1,500.00	\$2,042.63	\$2,018.25	\$5,560.88	\$124,200.00	
2005	\$1,600.00	\$2,018.25	\$1,992.25	\$5,610.50	\$122,600.00	
2006	\$1,700.00	\$1,992.25	\$1,964.63	\$5,656.88	\$120,900.00	
2007	\$1,800.00	\$1,964.63	\$1,935.38	\$5,700.00	\$119,100.00	
2008	\$1,800.00	\$1,935.38	\$1,906.13	\$5,641.50	\$117,300.00	
2009	\$1,900.00	\$1,906.13	\$1,875.25	\$5,681.38	\$115,400.00	
2010	\$2,000.00	\$1,875.25	\$1,842.75	\$5,718.00	\$113,400.00	
2011	\$2,100.00	\$1,842.75	\$1,808.63	\$5,751.38	\$111,300.00	
2012	\$2,200.00	\$1,808.63	\$1,772.88	\$5,781.50	\$109,100.00	
2013	\$2,300.00	\$1,772.88	\$1,735.50	\$5,808.38	\$106,800.00	
2014	\$2,400.00	\$1,735.50	\$1,696.50	\$5,832.00	\$104,400.00	
2015	\$2,500.00	\$1,696.50	\$1,655.88	\$5,852.38	\$101,900.00	
2016	\$2,600.00	\$1,655.88	\$1,613.63	\$5,869.50	\$99,300.00	
2017	\$2,700.00	\$1,613.63	\$1,569.75	\$5,883.38	\$96,600.00	
2018	\$2,900.00	\$1,569.75	\$1,522.63	\$5,992.38	\$93,700.00	
2019	\$3,000.00	\$1,522.63	\$1,473.88	\$5,996.50	\$90,700.00	
2020	\$3,100.00	\$1,473.88	\$1,423.50	\$5,997.38	\$87,600.00	
2021	\$3,300.00	\$1,423.50	\$1,369.88	\$6,093.38	\$84,300.00	
2022	\$3,400.00	\$1,369.88	\$1,314.63	\$6,084.50	\$80,900.00	
2023	\$3,600.00	\$1,314.63	\$1,256.13	\$6,170.75	\$77,300.00	
2024	\$3,700.00	\$1,256.13	\$1,196.00	\$6,152.13	\$73,600.00	
2025	\$3,900.00	\$1,196.00	\$1,132.63	\$6,228.63	\$69,700.00	
2026	\$4,100.00	\$1,132.63	\$1,066.00	\$6,298.63	\$65,600.00	
2027	\$4,200.00	\$1,066.00	\$997.75	\$6,263.75	\$61,400.00	
2028	\$4,500.00	\$997.75	\$924.63	\$6,422.38	\$56,900.00	
2029	\$4,600.00	\$924.63	\$849.88	\$6,374.50	\$52,300.00	
2030	\$4,900.00	\$849.88	\$770.25	\$6,520.13	\$47,400.00	
2031	\$5,000.00	\$770.25	\$689.00	\$6,459.25	\$42,400.00	
2032	\$5,300.00	\$689.00	\$602.88	\$6,591.88	\$37,100.00	
2033	\$5,500.00	\$602.88	\$513.50	\$6,616.38	\$31,600.00	
2034	\$5,800.00	\$513.50	\$419.25	\$6,732.75	\$25,800.00	
2035	\$6,000.00	\$419.25	\$321.75	\$6,741.00	\$19,800.00	
2036	\$6,300.00	\$321.75	\$219.38	\$6,841.13	\$13,500.00	
2037	\$6,600.00	\$219.38	\$112.13	\$6,931.50	\$6,900.00	
2038	\$6,900.00	\$112.13	\$0.00	\$7,012.13	\$0.00	
2039	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2040	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2041	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
	\$130,000.00	\$51,874.88	\$49,762.38	\$231,637.25		

<b>Name:</b>		<b>McKinney Water District</b>				
Bond Series		Amount		Interest Rate		
1999B		\$90,000.00		3.250%		
YEAR	PRINCIPAL	INTEREST JANUARY	INTEREST JULY	TOTAL	BALANCE	
					<b>\$90,000.00</b>	
2001	\$900.00	\$1,462.50	\$1,447.88	\$3,810.38	\$89,100.00	
2002	\$1,000.00	\$1,447.88	\$1,431.63	\$3,879.50	\$88,100.00	
2003	\$1,000.00	\$1,431.63	\$1,415.38	\$3,847.00	\$87,100.00	
2004	\$1,100.00	\$1,415.38	\$1,397.50	\$3,912.88	\$86,000.00	
2005	\$1,100.00	\$1,397.50	\$1,379.63	\$3,877.13	\$84,900.00	
2006	\$1,200.00	\$1,379.63	\$1,360.13	\$3,939.75	\$83,700.00	
2007	\$1,200.00	\$1,360.13	\$1,340.63	\$3,900.75	\$82,500.00	
2008	\$1,300.00	\$1,340.63	\$1,319.50	\$3,960.13	\$81,200.00	
2009	\$1,300.00	\$1,319.50	\$1,298.38	\$3,917.88	\$79,900.00	
2010	\$1,400.00	\$1,298.38	\$1,275.63	\$3,974.00	\$78,500.00	
2011	\$1,400.00	\$1,275.63	\$1,252.88	\$3,928.50	\$77,100.00	
2012	\$1,500.00	\$1,252.88	\$1,228.50	\$3,981.38	\$75,600.00	
2013	\$1,600.00	\$1,228.50	\$1,202.50	\$4,031.00	\$74,000.00	
2014	\$1,600.00	\$1,202.50	\$1,176.50	\$3,979.00	\$72,400.00	
2015	\$1,800.00	\$1,176.50	\$1,147.25	\$4,123.75	\$70,600.00	
2016	\$1,800.00	\$1,147.25	\$1,118.00	\$4,065.25	\$68,800.00	
2017	\$1,900.00	\$1,118.00	\$1,087.13	\$4,105.13	\$66,900.00	
2018	\$2,000.00	\$1,087.13	\$1,054.63	\$4,141.75	\$64,900.00	
2019	\$2,100.00	\$1,054.63	\$1,020.50	\$4,175.13	\$62,800.00	
2020	\$2,100.00	\$1,020.50	\$986.38	\$4,106.88	\$60,700.00	
2021	\$2,300.00	\$986.38	\$949.00	\$4,235.38	\$58,400.00	
2022	\$2,300.00	\$949.00	\$911.63	\$4,160.63	\$56,100.00	
2023	\$2,500.00	\$911.63	\$871.00	\$4,282.63	\$53,600.00	
2024	\$2,600.00	\$871.00	\$828.75	\$4,299.75	\$51,000.00	
2025	\$2,700.00	\$828.75	\$784.88	\$4,313.63	\$48,300.00	
2026	\$2,800.00	\$784.88	\$739.38	\$4,324.25	\$45,500.00	
2027	\$2,900.00	\$739.38	\$692.25	\$4,331.63	\$42,600.00	
2028	\$3,100.00	\$692.25	\$641.88	\$4,434.13	\$39,500.00	
2029	\$3,200.00	\$641.88	\$589.88	\$4,431.75	\$36,300.00	
2030	\$3,400.00	\$589.88	\$534.63	\$4,524.50	\$32,900.00	
2031	\$3,500.00	\$534.63	\$477.75	\$4,512.38	\$29,400.00	
2032	\$3,700.00	\$477.75	\$417.63	\$4,595.38	\$25,700.00	
2033	\$3,800.00	\$417.63	\$355.88	\$4,573.50	\$21,900.00	
2034	\$4,000.00	\$355.88	\$290.88	\$4,646.75	\$17,900.00	
2035	\$4,200.00	\$290.88	\$222.63	\$4,713.50	\$13,700.00	
2036	\$4,400.00	\$222.63	\$151.13	\$4,773.75	\$9,300.00	
2037	\$4,600.00	\$151.13	\$76.38	\$4,827.50	\$4,700.00	
2038	\$4,700.00	\$76.38	\$0.00	\$4,776.38	\$0.00	
2039	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2040	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2041	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
	\$90,000.00	\$35,938.50	\$34,476.00	\$160,414.50		

2,379.00	2,353.00
2,323.75	2,294.50
2,265.25	2,236.00
2,205.13	2,174.25
2,141.75	2,109.25
2,075.13	2,041.00

<b>Name:</b>		<b>McKinney Water District</b>				
<b>Bond Series</b>		<b>Amount</b>		<b>Interest Rate</b>		
2000A		\$550,000.00		3.250%		
<b>YEAR</b>	<b>PRINCIPAL</b>	<b>INTEREST</b>	<b>INTEREST</b>	<b>TOTAL</b>	<b>BALANCE</b>	
		<b>JANUARY</b>	<b>JULY</b>		<b>\$550,000.00</b>	
2003	\$7,500.00	\$8,937.50	\$8,815.63	\$25,253.13	\$542,500.00	
2004	\$8,000.00	\$8,815.63	\$8,685.63	\$25,501.25	\$534,500.00	
2005	\$8,000.00	\$8,685.63	\$8,555.63	\$25,241.25	\$526,500.00	
2006	\$8,500.00	\$8,555.63	\$8,417.50	\$25,473.13	\$518,000.00	
2007	\$8,500.00	\$8,417.50	\$8,279.38	\$25,196.88	\$509,500.00	
2008	\$9,000.00	\$8,279.38	\$8,133.13	\$25,412.50	\$500,500.00	
2009	\$9,000.00	\$8,133.13	\$7,986.88	\$25,120.00	\$491,500.00	
2010	\$9,500.00	\$7,986.88	\$7,832.50	\$25,319.38	\$482,000.00	
2011	\$9,500.00	\$7,832.50	\$7,678.13	\$25,010.63	\$472,500.00	
2012	\$10,000.00	\$7,678.13	\$7,515.63	\$25,193.75	\$462,500.00	
2013	\$10,500.00	\$7,515.63	\$7,345.00	\$25,360.63	\$452,000.00	
2014	\$10,500.00	\$7,345.00	\$7,174.38	\$25,019.38	\$441,500.00	
2015	\$11,000.00	\$7,174.38	\$6,995.63	\$25,170.00	\$430,500.00	
2016	\$11,500.00	\$6,995.63	\$6,808.75	\$25,304.38	\$419,000.00	
2017	\$12,000.00	\$6,808.75	\$6,613.75	\$25,422.50	\$407,000.00	
2018	\$12,000.00	\$6,613.75	\$6,418.75	\$25,032.50	\$395,000.00	
2019	\$12,500.00	\$6,418.75	\$6,215.63	\$25,134.38	\$382,500.00	
2020	\$13,000.00	\$6,215.63	\$6,004.38	\$25,220.00	\$369,500.00	
2021	\$13,500.00	\$6,004.38	\$5,785.00	\$25,289.38	\$356,000.00	
2022	\$14,000.00	\$5,785.00	\$5,557.50	\$25,342.50	\$342,000.00	
2023	\$14,000.00	\$5,557.50	\$5,330.00	\$24,887.50	\$328,000.00	
2024	\$15,000.00	\$5,330.00	\$5,086.25	\$25,416.25	\$313,000.00	
2025	\$15,000.00	\$5,086.25	\$4,842.50	\$24,928.75	\$298,000.00	
2026	\$16,000.00	\$4,842.50	\$4,582.50	\$25,425.00	\$282,000.00	
2027	\$16,000.00	\$4,582.50	\$4,322.50	\$24,905.00	\$266,000.00	
2028	\$17,000.00	\$4,322.50	\$4,046.25	\$25,368.75	\$249,000.00	
2029	\$17,000.00	\$4,046.25	\$3,770.00	\$24,816.25	\$232,000.00	
2030	\$18,000.00	\$3,770.00	\$3,477.50	\$25,247.50	\$214,000.00	
2031	\$18,500.00	\$3,477.50	\$3,176.88	\$25,154.38	\$195,500.00	
2032	\$19,000.00	\$3,176.88	\$2,868.13	\$25,045.00	\$176,500.00	
2033	\$19,500.00	\$2,868.13	\$2,551.25	\$24,919.38	\$157,000.00	
2034	\$20,500.00	\$2,551.25	\$2,218.13	\$25,269.38	\$136,500.00	
2035	\$21,000.00	\$2,218.13	\$1,876.88	\$25,095.00	\$115,500.00	
2036	\$21,500.00	\$1,876.88	\$1,527.50	\$24,904.38	\$94,000.00	
2037	\$22,500.00	\$1,527.50	\$1,161.88	\$25,189.38	\$71,500.00	
2038	\$23,000.00	\$1,161.88	\$788.13	\$24,950.00	\$48,500.00	
2039	\$24,000.00	\$788.13	\$398.13	\$25,186.25	\$24,500.00	
2040	\$24,500.00	\$398.13	\$0.00	\$24,898.13	\$0.00	
2041	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2042	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
2043	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
	\$550,000.00	\$207,780.63	\$198,843.13	\$956,623.75		

14,519.38	14,348.75
14,170.00	13,991.25
13,804.38	13,617.50
13,422.50	13,227.50
13,032.50	12,837.50
12,634.38	12,431.25

	<b>Bob Maples, Chairman</b> <b>(606) 346-2220</b>	TOTAL FACILITY COST \$	\$ 1,088,100	REASON	
OFFICERS	LOCAL COUNSEL John Hackley Stanford, KY	CURR LOAN	302	DATE	03/04/91
		STAT GRANT	302	DATE	03/14/91
MANAGER	BOND COUNSEL Rubin Hays & Foley Louisville, KY	AMOUNT		AMOUNT	\$537,000
		AMOUNT		AMOUNT	\$514,000
ENGINEER/ARCHITECT PEH Lexington, KY	DUNS #	TRACKING INFO.	DATE	LN. AMT.	DATE
	DATE EPLS	PREAPPL REC'D	11/10/88	\$766,650	11/10/88
	CAVRS NO	AD-822 ISSUED	12/12/88	\$923,700	12/12/88
	DATE CAVRS	APPL REC'D	12/27/90	\$537,000	12/27/90
	RD # 891739247	OBLIGATED	03/04/91	\$537,000	03/04/91
		INTERIM FINAN.			
		AGENCY CLOSED	05/21/93	\$537,000	
		OPERATIONAL			
		L.O.C. 02/12/91; Ammendment #1			Ammendment #2

*FYE 12/31*

**AMORTIZED LOAN INSTALLMENT SCHEDULE**

LOAN CODE	INT. RATE	DATE NTE/BOND	AMT OF NTE/BOND	REPAY. PERIOD	MENT INSTALLMENT		MONTHLY/ AN'L/SEMI- AN'L INSTALL	TYPE SEC
					AMOUNT	DATE		
	5.00%	05/21/93	\$537,000	40 yr.				
Interest Only 07/01/93, 01/01/94 and 07/01/94								
Interest Due 01/01 & 07/01								
Principal Due 01/01								

**FIXED PRINCIPAL INSTALLMENT SCHEDULE**

LOAN CODE	AMT	DATE OF BOND	TYPE	INT. DATE	LOAN CODE	AMT	DATE OF BOND	TYPE	INT. RATE
on the first day of January, in years and installments as follows:									
Year	Principal	Year	Principal	Year	Principal	Year	Principal	Year	Principal
1995	\$5,000	2008	\$ 9,000	2021	\$18,000	1996	5,000	2009	19,000
1997	6,000	2010	10,000	2023	19,000	1998	6,000	2011	21,000
1999	6,000	2012	11,000	2025	21,000	2000	6,000	2013	23,000
2001	7,000	2014	12,000	2027	24,000	2002	7,000	2015	25,000
2003	7,000	2016	13,000	2029	26,000	2004	8,000	2017	28,000
2005	8,000	2018	14,000	2031	29,000	2006	9,000	2019	29,000
2007	9,000	2020	15,000	2032	29,000				
			16,000						
			17,000						

and in like manner, solely from said fund, to pay interest on the balance of said principal sum from time to time remaining unpaid and interest on the balance of said principal sum from time to time remaining unpaid at the interest rate specified above, semiannually on the first days of January and July in each year, beginning with the first January

<b>RESERVE REQUIREMENTS:</b>	
MO./QRTLY./AN'L .....	\$3,192 A
TOTAL REQUIRED .....	\$31,920 FF
DATE STARTED.....	01/01/1994

*Loan # 01*

Lexington, KY

DATE EPLS	AGENCY CLOSED	11/19/92	\$78,600	11/19/92	\$185,000
CAVRS NO	OPERATIONAL	11/19/92	\$78,600	11/19/92	\$185,000
DATE CAVRS	Transferred from McKinney Water Association - from a note to a bond.				
RD # 891739247					

**AMORTIZED LOAN INSTALLMENT SCHEDULE**

LOAN CODE	INT. RATE	DATE NTE/BOND	AMT OF NTE/BOND	REPAY. PERIOD	MONTHLY/AN'L/SEMI-AN'L INSTALLMENT		TYPE SEC
					AMOUNT	DATE	
	5.00%	11/19/92	\$78,600	40 yr.			
No interest deferral period							
Interest Due 01/01 & 07/01							
Principal Due 01/01							

**FIXED PRINCIPAL INSTALLMENT SCHEDULE**

LOAN CODE	AMT	DATE OF BOND	TYPE	INT. RATE	LOAN CODE	AMT	DATE OF BOND	TYPE	INT. RATE
on the first day of <del>July</del> in years and installments as follows:									
<u>Year</u>	<u>Principal</u>				<u>Year</u>	<u>Principal</u>		<u>Year</u>	<u>Principal</u>
1993	\$1,500				2002	\$2,400		2011	\$3,700
1994	1,600				2003	2,500		2012	3,900
1995	1,700				2004	2,600		2013	4,100
1996	1,800				2005	2,800		2014	4,300
1997	1,900				2006	2,900		2015	4,500
1998	1,900				2007	3,000		2016	4,700
1999	2,100				2008	3,200		2017	5,000
2000	2,100				2009	3,300		2018	5,300
2001	2,300				2010	3,500			

and in like manner, solely from said fund, to pay interest on the balance of said principal sum from time to time remaining unpaid Interest Rate specified above, semiannually on the first days of January and July in each year, beginning with the first January after the date of this Bond, until said sum is paid, except as the provisions hereinafter set forth with respect to prepayment may

<b>RESERVE REQUIREMENTS:</b>	
MO./QRTLY./AN'L .....	\$ 468 A
TOTAL REQUIRED .....	\$ 4,680 FF
DATE STARTED.....	01/01/1993

*Loan # 05*

MANAGER	BOND COUNSEL Rubin & Hays Louisville, KY	AD-822 ISSUED	05/09/95	\$130,000	04/17/95	\$130,000
		APPL REC'D	04/03/96	\$130,000	04/03/95	\$130,000
		OBLIGATED	04/08/96	\$130,000	04/09/95	\$130,000
		INTERIM FINAN.				
ENGINEER/ARCHITECT PEH Lexington, KY	DUNS #					
	DATE EPLS	AGENCY CLOSED	11/10/99	\$130,000	01/26/99	\$130,000
	CAVRS NO	OPERATIONAL	10/28/99	\$130,000	10/28/99	\$130,000
	DATE CAVRS					
	RD # 891739247					

AMORTIZED LOAN INSTALLMENT SCHEDULE

LOAN CODE	INT. RATE	DATE NTE/BOND	AMT OF NTE/BOND	REPAY. PERIOD	MENT INSTALLMENT		MONTHLY/AN'L/SEMI-AN'L INSTALL	TYPE SEC
					AMOUNT	DATE		
	3.25%	11/10/99	\$130,000	40 yr.				
Interest Only 01/01/00 & 07/01/00								
Interest Due 01/01 & 07/01								
Principal Due 01/01								

FIXED PRINCIPAL INSTAL January in years and installments as follows:

Payment Due January 1.	Principal Payment	Payment Due January 1.	Principal Payment	Payment Due January 1.	Principal Payment
2001	\$1,400	2014	\$2,400	2027	\$4,200
2002	1,400	2015	2,500	2028	4,500
2003	1,500	2016	2,600	2029	4,600
2004	1,500	2017	2,700	2030	4,900
2005	1,600	2018	2,900	2031	5,000
2006	1,700	2019	3,000	2032	5,300
2007	1,800	2020	3,100	2033	5,500
2008	1,800	2021	3,300	2034	5,800
2009	1,900	2022	3,400	2035	6,000
2010	2,000	2023	3,600	2036	6,300
2011	2,100	2024	3,700	2037	6,600
2012	2,200	2025	3,900	2038	6,900
2013	2,300	2026	4,100		

and in like manner, solely from said fund, to pay interest on the balance of said principal sum from time to time remaining unpaid, at the Interest Rate specified above.

RESERVE REQUIREMENTS:	
MO./QRTLY/AN'L .....	\$1,260 A
TOTAL REQUIRED .....	\$16,600 FF
DATE STARTED .....	01/01/2000

*Loan # 06*

	Stanford, KY	TRACKING INFO.	DATE	LN. AMT.	DATE	GR. AMT.
MANAGER	BOND COUNSEL Rubin & Hays Louisville, KY	PREAPPL REC'D				
		AD-622 ISSUED				
		APPL. REC'D				
ENGINEER/ARCHITECT PEH Lexington, KY	DUNS #	OBLIGATED	12/23/98	\$90,000		
	DATE EPLS	INTERIM FINAN.				
	CAVRS NO	AGENCY CLOSED	11/10/99	\$90,000		
	DATE CAVRS	OPERATIONAL	10/28/99	\$90,000		
	RD # 881739247	Amendment #1 11/16/98; Approved 12/15/98				

AMORTIZED LOAN INSTALLMENT SCHEDULE

LOAN CODE	INT. RATE	DATE NTE/BOND	AMT OF NTE/BOND	REPAY. PERIOD	MONTHLY INSTALLMENT		MONTHLY/AN'L/SEMI-AN'L INSTALL	TYPE SEC
					AMOUNT	DATE		
	3.25%	11/10/99	\$90,000	40 yr.				
Interest Only 01/01/00 & 07/01/00								
Interest Due 01/01 & 07/01								
Principal Due 01/01								

FIXED PRINCIPAL INSTALLMENT SCHEDULE

on the first day of January in years and installments as follows:

Payment Due January 1.	Principal Payment	Payment Due January 1.	Principal Payment	Payment Due January 1.	Principal Payment
2001	\$ 900	2014	\$1,600	2027	\$2,900
2002	1,000	2015	1,800	2028	3,100
2003	1,000	2016	1,800	2029	3,200
2004	1,100	2017	1,900	2030	3,400
2005	1,100	2018	2,000	2031	3,500
2006	1,200	2019	2,100	2032	3,700
2007	1,200	2020	2,100	2033	3,800
2008	1,300	2021	2,300	2034	4,000
2009	1,300	2022	2,300	2035	4,200
2010	1,400	2023	2,500	2036	4,400
2011	1,400	2024	2,600	2037	4,600
2012	1,500	2025	2,700	2038	4,700
2013	1,600	2026	2,800		

and in like manner, solely from said fund, to pay interest remaining unpaid, at the Interest Rate specified above, each year, beginning with the first January 1st after

RESERVE REQUIREMENTS:	
MO/QRTLY/AN'L .....	See Loan #6
TOTAL REQUIRED .....	
DATE STARTED .....	

*Loan #08*

ENGINEER/ARCHITECT PEH P.O. Box 22738 Lexington, KY 40522 (859) 269-8021	Louisville, KY	APPL REC'D	11/02/98	\$715,545	11/02/98	\$178,055
	DUNS #	OBLIGATED	11/23/99	\$550,000	11/23/99	\$338,900
	DATE EPLS	INTERIM FINAN.				
	CAVRS NO	AGENCY CLOSED	12/08/00	\$550,000	07/17/00	\$338,900
	DATE CAVRS	OPERATIONAL	04/01/01	\$550,000	04/01/01	\$338,900
	RD # 891739247	L.O.C. 10/14/99; Approved 11/15/99				

**AMORTIZED LOAN INSTALLMENT SCHEDULE**

LOAN CODE	INT. RATE	DATE NTE/BOND	AMT OF NTE/BOND	REPAY. PERIOD	MENT INSTALLMENT		MONTHLY/ AN'L/SEMI-AN'L INSTALL	TYPE SEC
					AMOUNT	DATE		
	3.25%	12/08/00	\$550,000	40 yr.				
Interest Only 2001 & 2002								
Interest Due 01/01 & 07/01								
Principal Due 01/01								

FIXED PAY on the first day of January, in years and installments as follows:

Payment Due January 1,	Principal Payment	Payment Due January 1,	Principal Payment	Payment Due January 1,	Principal Payment
2003	\$ 7,500	2016	\$11,500	2029	\$17,000
2004	8,000	2017	12,000	2030	18,000
2005	8,000	2018	12,000	2031	18,500
2006	8,500	2019	12,500	2032	19,000
2007	8,500	2020	13,000	2033	19,500
2008	9,000	2021	13,500	2034	20,500
2009	9,000	2022	14,000	2035	21,000
2010	9,500	2023	14,000	2036	21,500
2011	9,500	2024	15,000	2037	22,500
2012	10,000	2025	15,000	2038	23,000
2013	10,500	2026	16,000	2039	24,000
2014	10,500	2027	16,000	2040	24,500
2015	11,000	2028	17,000		

and in like manner, solely from said fund, to pay interest on the balance of said principal sum from time to time, and remaining unpaid, at the Interest Rate specified in the schedule, beginning with the first January or July

<b>RESERVE REQUIREMENTS:</b>	
MO./QRTLY JAN'L .....	\$2,580 A
TOTAL REQUIRED .....	Life of Loan
DATE STARTED.....	01/01/2002

*Loan # 09*

**STATEMENT OF DISCLOSURE OF  
RELATED PARTY TRANSACTIONS**

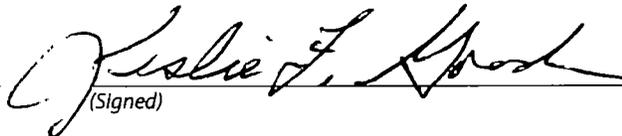
I swear or affirm to the best of my knowledge and belief the information set forth below represents all present transactions and those transactions occurring within the past twenty-four (24) months between August 1, 2013 - July 31, 2015 ("Utility") and related parties that exceed \$25.00 in value. For the purpose of this statement, "related party transactions" include, all transactions and payments in excess of \$25.00, except regular salary, wages and benefits, made directly to or on behalf of: 1) the Utility's current or former employees; 2) current or former members of the Utility's board of commissioners or board of directors; 3) persons who have a 10 percent or greater ownership interest in the Utility; 4) family members\* of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or 5) a business enterprise in which any current or former Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or a family member of such person has an ownership interest.

Name of Related Party (Individual or Business)	Type of Service Provided By Related Party	Amount of Compensation

Check this box if the Utility has no related party transactions.

Check box if additional transactions are listed on the supplemental page.

Leslie F. Gooch  
(Print Name)

  
(Signed)

Chairman  
(Position/Office)

\* "Family Member" means any person who is the spouse, parent, sibling, child, mother-in-law, father-in-law, son-in-law, daughter-in-law, grandparent, or grandchild of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility; or is a dependent for tax purposes of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or his or her spouse; or who is a member of the household of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility.

COMMONWEALTH OF KENTUCKY

COUNTY OF Lincoln

Subscribed and sworn to before me by Les Yoch  
(Name)

this 28 day of July, 2015.

Pamela Carver  
NOTARY PUBLIC  
State-at-Large

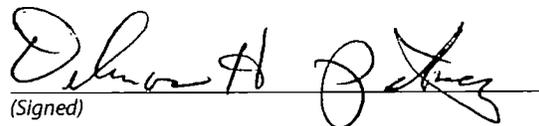
**STATEMENT OF DISCLOSURE OF  
RELATED PARTY TRANSACTIONS**

I swear or affirm to the best of my knowledge and belief the information set forth below represents all present transactions and those transactions occurring within the past twenty-four (24) months between August 1, 2013 - July 31, 2015 ("Utility") and related parties that exceed \$25.00 in value. For the purpose of this statement, "related party transactions" include, all transactions and payments in excess of \$25.00, except regular salary, wages and benefits, made directly to or on behalf of: 1) the Utility's current or former employees; 2) current or former members of the Utility's board of commissioners or board of directors; 3) persons who have a 10 percent or greater ownership interest in the Utility; 4) family members\* of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or 5) a business enterprise in which any current or former Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or a family member of such person has an ownership interest.

Name of Related Party (Individual or Business)	Type of Service Provided By Related Party	Amount of Compensation

- Check this box if the Utility has no related party transactions.
- Check box if additional transactions are listed on the supplemental page.

DELMASH PETREX  
(Print Name)

  
(Signed)

Assistant Chairman  
(Position/Office)

\* "Family Member" means any person who is the spouse, parent, sibling, child, mother-in-law, father-in-law, son-in-law, daughter-in-law, grandparent, or grandchild of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility; or is a dependent for tax purposes of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or his or her spouse; or who is a member of the household of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility.

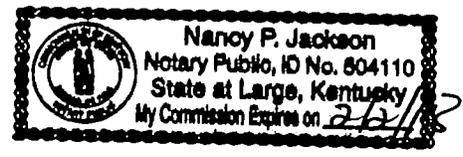
COMMONWEALTH OF KENTUCKY

COUNTY OF Lincoln

Subscribed and sworn to before me by Delmas H. Petrey  
(Name)

this 7<sup>th</sup> day of August, 2015.

Nancy P. Jackson  
NOTARY PUBLIC  
State-at-Large



**STATEMENT OF DISCLOSURE OF  
RELATED PARTY TRANSACTIONS**

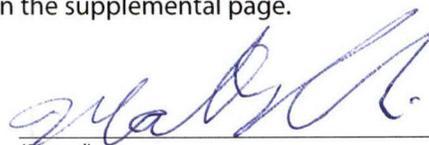
I swear or affirm to the best of my knowledge and belief the information set forth below represents all present transactions and those transactions occurring within the past twenty-four (24) months between August 1, 2013 - July 31, 2015 ("Utility") and related parties that exceed \$25.00 in value. For the purpose of this statement, "related party transactions" include, all transactions and payments in excess of \$25.00, except regular salary, wages and benefits, made directly to or on behalf of: 1) the Utility's current or former employees; 2) current or former members of the Utility's board of commissioners or board of directors; 3) persons who have a 10 percent or greater ownership interest in the Utility; 4) family members\* of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or 5) a business enterprise in which any current or former Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or a family member of such person has an ownership interest.

Name of Related Party (Individual or Business)	Type of Service Provided By Related Party	Amount of Compensation

Check this box if the Utility has no related party transactions.

Check box if additional transactions are listed on the supplemental page.

Matt Rankin  
(Print Name)

  
(Signed)

board member  
(Position/Office)

\* "Family Member" means any person who is the spouse, parent, sibling, child, mother-in-law, father-in-law, son-in-law, daughter-in-law, grandparent, or grandchild of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility; or is a dependent for tax purposes of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or his or her spouse; or who is a member of the household of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility.

COMMONWEALTH OF KENTUCKY

COUNTY OF Lincoln

Subscribed and sworn to before me by MATT RANKIN  
(Name)

this 12 day of AUGUST, 20 15.

Darlene Lanham  
NOTARY PUBLIC  
State-at-Large 12-10-16



**STATEMENT OF DISCLOSURE OF  
RELATED PARTY TRANSACTIONS**

I swear or affirm to the best of my knowledge and belief the information set forth below represents all present transactions and those transactions occurring within the past twenty-four (24) months between August 1, 2013 - July 31, 2015 ("Utility") and related parties that exceed \$25.00 in value. For the purpose of this statement, "related party transactions" include, all transactions and payments in excess of \$25.00, except regular salary, wages and benefits, made directly to or on behalf of: 1) the Utility's current or former employees; 2) current or former members of the Utility's board of commissioners or board of directors; 3) persons who have a 10 percent or greater ownership interest in the Utility; 4) family members\* of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or 5) a business enterprise in which any current or former Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or a family member of such person has an ownership interest.

Name of Related Party (Individual or Business)	Type of Service Provided By Related Party	Amount of Compensation

- Check this box if the Utility has no related party transactions.
- Check box if additional transactions are listed on the supplemental page.

Dm Reed  
(Print Name)

8-10-15  
(Signed)

Dm Reed  
(Position/Office)

\* "Family Member" means any person who is the spouse, parent, sibling, child, mother-in-law, father-in-law, son-in-law, daughter-in-law, grandparent, or grandchild of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility; or is a dependent for tax purposes of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or his or her spouse; or who is a member of the household of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility.

COMMONWEALTH OF KENTUCKY

COUNTY OF Lincoln

Subscribed and sworn to before me by D m Reed  
(Name)

this 10<sup>th</sup> day of August, 2015.

Rhonda K. M. Bell  
NOTARY PUBLIC  
State-at-Large  
my Commission Expires 2-21-2019

**STATEMENT OF DISCLOSURE OF  
RELATED PARTY TRANSACTIONS**

I swear or affirm to the best of my knowledge and belief the information set forth below represents all present transactions and those transactions occurring within the past twenty-four (24) months between August 1, 2013 - July 31, 2015 ("Utility") and related parties that exceed \$25.00 in value. For the purpose of this statement, "related party transactions" include, all transactions and payments in excess of \$25.00, except regular salary, wages and benefits, made directly to or on behalf of: 1) the Utility's current or former employees; 2) current or former members of the Utility's board of commissioners or board of directors; 3) persons who have a 10 percent or greater ownership interest in the Utility; 4) family members\* of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or 5) a business enterprise in which any current or former Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or a family member of such person has an ownership interest.

Name of Related Party (Individual or Business)	Type of Service Provided By Related Party	Amount of Compensation

- Check this box if the Utility has no related party transactions.
- Check box if additional transactions are listed on the supplemental page.

John R. Hastig III  
(Print Name)

John R. Hastig III  
(Signed)

Commissioner  
(Position/Office)

\* "Family Member" means any person who is the spouse, parent, sibling, child, mother-in-law, father-in-law, son-in-law, daughter-in-law, grandparent, or grandchild of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility; or is a dependent for tax purposes of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or his or her spouse; or who is a member of the household of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility.

COMMONWEALTH OF KENTUCKY

COUNTY OF Lincoln

Subscribed and sworn to before me by John R. Hasty III D.L.  
(Name)

this 10 day of August, 2015.

Karen Laek  
NOTARY PUBLIC  
State-at-Large

NOTARY PUBLIC  
STATE AT LARGE  
MY COMMISSION EXPIRES  
July 7, 2019



**A RESOLUTION OF THE BOARD OF COMMISSIONERS  
OF THE MCKINNEY WATER DISTRICT PROPOSING  
ADJUSTMENTS TO ITS WATER RATES AND CHARGES  
AND AUTHORIZING ITS CHAIRMAN TO FILE AN  
APPLICATION WITH THE PSC SEEKING APPROVAL OF  
THE PROPOSED RATE ADJUSTMENT**

**WHEREAS**, the McKinney Water District (“District”) is a water district created and organized under the provisions of KRS Chapter 74. The District is subject to the jurisdiction of the Kentucky Public Service Commission (“PSC”);

**WHEREAS**, prudent financial management dictates that the District take appropriate action to adjust its water rates and charges; and

**WHEREAS**, KRS 278.180 and 807 KAR 5:076 provide the legal mechanism for the District to propose adjustments to its water rates and charges;

**NOW, THEREFORE, IT IS HEREBY RESOLVED BY THE BOARD OF COMMISSIONERS OF MCKINNEY WATER DISTRICT AS FOLLOWS:**

**Section 1.** The facts, recitals, and statements contained in the foregoing preamble of this Resolution are true and correct and are hereby affirmed and incorporated as a part of this Resolution.

**Section 2.** The District proposes to adjust its monthly water rates and charges as set forth in **Appendix A**, which is attached hereto and is incorporated herein by reference as a part of this Resolution. The proposed rates and charges set forth in **Appendix A** are subject to any minor adjustments that may be made by the PSC. The proposed rate adjustment shall not become effective until PSC approval has been obtained.

**Section 3.** The Chairman and Office Clerks are hereby authorized and directed to prepare, execute, and file with the PSC, by utilizing the Alternative Rate Adjustment Procedure for Small Utilities set forth in 807 KAR 5:076, an Alternative Rate Filing (“ARF”) Application, Tariff Sheets, and all other documents that may be required by the PSC.

**Section 4.** The Chairman, Office Clerks, and all other appropriate District Staff are hereby further authorized and directed to take any and all other actions and to execute and deliver any and all other documents as may be reasonably necessary to implement this Resolution.

**Section 5.** This Resolution shall take effect upon its adoption.

**ADOPTED BY THE COMMISSION OF MCKINNEY WATER DISTRICT** at a meeting held on July 14, 2015, signed by the Chairman, and attested by the Secretary.

ATTEST:

  
\_\_\_\_\_  
CHAIRMAN

  
\_\_\_\_\_  
SECRETARY

**CERTIFICATION**

I, Secretary of the McKinney Water District (the "District"), do hereby certify that the foregoing is a true copy of a Resolution duly adopted by the Commission of the District at a meeting properly held on July 14, 2015, signed by the Chairman of the Commission, attested by me as Secretary, and now in full force and effect.

WITNESS my hand this 14th day of July, 2015.

  
\_\_\_\_\_  
SECRETARY

# CURRENT AND PROPOSED RATES

## McKinney Water District

### Appendix A

#### Current Rates

##### 5/8 x 3/4" Meter

First 1,000 Gallons	\$13.37	Minimum Bill
Next 2,000 Gallons	8.16	Per 1,000 Gallons
Next 7,000 Gallons	6.83	Per 1,000 Gallons
Over 10,000 Gallons	6.19	Per 1,000 Gallons

##### 1" Meter

First 5,000 Gallons	\$43.35	Minimum Bill
Next 5,000 Gallons	6.83	Per 1,000 Gallons
Over 10,000 Gallons	6.19	Per 1,000 Gallons

##### 2" Meter

First 20,000 Gallons	\$139.40	Minimum Bill
Over 20,000 Gallons	6.19	Per 1,000 Gallons

#### Proposed Rates

##### 5/8 x 3/4" Meter

First 1,000 Gallons	\$14.44	Minimum Bill
Next 2,000 Gallons	8.82	Per 1,000 Gallons
Next 7,000 Gallons	7.38	Per 1,000 Gallons
Over 10,000 Gallons	6.69	Per 1,000 Gallons

##### 1" Meter

First 5,000 Gallons	\$46.84	Minimum Bill
Next 5,000 Gallons	7.38	Per 1,000 Gallons
Over 10,000 Gallons	6.69	Per 1,000 Gallons

##### 2" Meter

First 20,000 Gallons	\$150.64	Minimum Bill
Over 20,000 Gallons	6.69	Per 1,000 Gallons