

TABLE OF CONTENTS

RECEIVED

APR 13 2007
PUBLIC SERVICE
COMMISSION

Comp. of Current and Proposed	1
Notice	2
Tariff	3
Cost Justification	4
Income and Expenses	5
Test Year Billing Analysis	6
Wholesale Rate	7
Retail Rates	8
Audit Report	9
Annual Report	10
	11
	12
	13
	14
	15

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

RECEIVED

APR 13 2007

PUBLIC SERVICE
COMMISSION

IN THE MATTER OF:

**THE APPLICATION OF THE MEADE COUNTY)
WATER DISTRICT FOR APPROVAL OF A)
PROPOSED INCREASE IN RATES FOR WATER) CASE NO. 2007-00034
SERVICE, TO INCREASE NON-RECURRING)
CHARGES AN FOR APPROVAL OF A REVISED)
TARIFF)**

STATEMENT AND NOTICE

Meade County Water District ("Meade County"), acting by and through its Board of Commissioners, respectfully tenders this Petition and Application, pursuant to KRS 278.030, KRS 278.0152, 807 KAR 5:011 and all other applicable laws and regulations, and requests that the Public Service Commission enter an Order: (1) approving the proposed adjustment of water rates and charges to be levied and collected by Meade County; (2) approving the proposed adjustments to its non-recurring charges; (3) approving the proposed increase to its meter connection fees; and (4) approving the revised tariff. In support of this Petition and Application, and in conformity with the rules of the PSC, Meade County states as follows: Meade County is a non-profit water district organized under KRS Chapter 74 and has no separate articles of incorporation or by-laws. Meade County's principal office, place of business and mailing address is 1003 Armory Place in Brandenburg, Kentucky. The telephone number for Meade County is 270-422-5006.

1. Meade County is engaged in the distribution and sale of water. It currently provides water service to approximately 3,521 customers.

2. In accordance with 807 KAR 5:001, Section 10(2), Meade County filed its notice of intent with the Commission and was assigned Case No. 2007-00034.

3. The proposed increase in rates and charges is necessary for Meade County to meet its operating expenses, to maintain financial viability, to cover its debt service, and to continue to provide adequate service. The non-recurring charges are necessary in order that customers who cause the utility to incur the expense pay the utility's cost.

4. For the purpose of justifying the reasonableness of the proposed increase, Meade County has utilized a historical test period consisting of the twelve-(12) consecutive calendar months ending December 31, 2006.

5. Meade County's annual reports, including the annual report for 2005, are on file with the Public Service Commission as required by 807 KAR 5:006, Section 3(1), and are filed a part of this application for the convenience of the Commission.

6. Meade County hereby gives notice to the Public Service Commission of the adjustment of its rates to those rates set forth in Exhibit No. 1. This exhibit shows a comparison between the current and proposed rates.

7. The proposed rates will become effective upon Commission approval. Normalized revenue is currently \$1,657,936, which includes an adjustment for 132 customers added during the test period. The proposed rates will increase the revenue to \$1,722,501 an increase of \$64,585 or approximately 4 percent.

8. Meade County will comply with 807 KAR 5:011, Section 9,(2) and 807 KAR 5:001, Section 10,(3) and (4) by publishing its customer notice in the newspaper for three consecutive weeks. The initial notice will be published no later than the date this application is filed with the Commission.

9. Meade County has used its monthly operating reports for 2006 as the basis for this rate increase. Some items that may be capitalized by Meade County's CPA have not been included in this request for a rate adjustment. All items not included may be found under the Contingency Account Expenditures in the monthly reports. Meade County does not wish to increase its rates to an amount greater than the amount requested in this application.

10. A copy of this filing has been delivered to the Utility Intervention and Rate Division of the Attorney General's office of the Commonwealth of Kentucky.

11. As required by 807 KAR 5:001, Section 10, (4), (f), Meade County will post a copy of its Customer Notice at its place of business on the same day the application is filed with the Public Service Commission, and it will remain posted until the Public Service Commission has determined Meade County's rates.

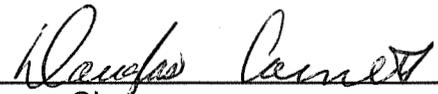
12. The list of the documents filed in support of Meade County's application for approval of the proposed adjustment of rates or the explanation for their absence is contained in the Filing Requirement Index.

13. Meade County respectfully requests, that due to budget constraints and number of employees, if the Commission requires additional information in order to process this case in a timely manner, that it provide the District with Staff assistance in meeting the filing requirements and providing justification for the proposed increase in water rates.

WHEREFORE, the Applicant, Meade County Water District requests that the Public Service Commission of Kentucky grant to the Applicant its proposal to increase its rates and charges as set forth in this Petition.

Dated at Brandenburg, Kentucky this Nov. 20, 2007

MEADE COUNTY WATER DISTRICT

By 
Chairman

COMMONWEALTH OF KENTUCKY

)
)SS

COUNTY OF MEADE

The undersigned, being duly sworn, deposes and states he is the Chairman of the Meade County Water 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 there in 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 Mar. 20, 2007

Doug Cornett
Chairman
Meade County Water District

Subscribed and sworn to before me by DOUG CORNETT, Chairman of the Meade County Water District, on this Mar. 20, 2007

Donna M. Schenck, Notary Public

My Commission Expires _____
State at Large
Kentucky

My Commission Expires Mar. 13, 2009

Donna Schenck
Notary Public
In and for said County and State

Filing Requirement Index Historical Test Period Rate Case

Filing Requirements	Filing Requirement Description	Location or Absence Reason
807 KAR 5:001 Section 8(1)	Full name and P. O. address of applicant and reference to the particular provision of law requiring PSC approval.	Application – Page No. 1.
807 KAR 5:001 Section 8(2)	The original and 10 copies of application plus copy for anyone named as interested party.	The correct number of copies have been filed.
807 KAR 5:001 Section 10(1)(b)(1)	Reason adjustment is required.	Application – Page No. 1.
807 KAR 5:001 Section 10(1)(b)(2)	Statement that utility's annual reports, including the most recent calendar year, are filed with PSC. 807 KAR 5:006, Section 3(1)	Application – Page No. 2.
807 KAR 5:001 Section 10(1)(b)(3) & (5)	If utility is incorporated, certified copy of articles of incorporation and amendments or out of state documents of similar import. If they have already been filed with PSC refer to the style and case number of the prior proceeding and file a certificate of good standing or authorization dated within 60 days of date application filed.	Not applicable
807 KAR 5:001 Section 10(1)(b)(4) & (5)	If applicant is limited partnership, certified copy of limited partnership agreement. If agreement filed with PSC refer to style and case number of prior proceeding and file a certificate of good standing or authorization dated within 60 days of date application filed.	N/A – Meade County is not a limited partnership.
807 KAR 5:001 Section 10(1)(b)(6)	Certified copy of certificate of assumed name required by KRS 365.015 or statement that certificate not necessary.	N/A – Meade County has never used an assumed name.
807 KAR 5:001 Section 10(1)(b)(7)	Proposed tariff in form complying with 807 KAR 5:011 effective not less than 30 days from date application filed.	Exhibit No. 3.
807 KAR 5:001 Section 10(1)(b)(8)	Proposed tariff changes shown by present and proposed tariffs in comparative form or by indicating additions in italics or by underscoring and striking over deletions in current tariff.	Exhibit No. 1.
807 KAR 5:001	Statement that notice given, see subsections (3) and (4) of	Application – Page No. 2.

Filing Requirement Index Historical Test Period Rate Case

Filing Requirements	Filing Requirement Description	Location or Absence Reason
Section 10(1)(b)(9)	807 KAR 5:001, Section 10 with copy.	Exhibit No. 2.
807 KAR 5:001 Section 10(2)	If gross annual revenues exceed \$1,000,000, written notice of intent filed at least 4 weeks prior to application. Notice shall state whether application will be supported by historical or fully forecasted test period.	Notice to PSC was given and Case Number was assigned.
807 KAR 5:001 Section 10 (6)(a)	Complete description and quantified explanation for proposed adjustments with support for changes in price or activity levels, and other factors affecting the adjustment.	Exhibit No. 6
807 KAR 5:001 Section 10 (6)(b) & (c)	If gross annual revenues exceed \$1,000,000, prepared testimony of each witness who will support the application. If less than \$1,000,000, prepared testimony of each witness who will support application or statement that utility does not plan to submit prepared testimony.	Meade County does not intend to submit prepared testimony.
807 KAR 5:001 Section 10 (6)(d)	Estimate of effect that new rate(s) will have on revenues including, at minimum, total revenues resulting from increase or decrease and percentage of increase or decrease.	Customer Notice – Exhibit No. 2 and Application
807 KAR 5:001 Section 10 (6)(e)	If electric, gas, water or sewer utility effect upon the average bill for each customer classification to which change will apply.	Exhibit No. 2 (Customer notice).
807 KAR 5:001 Section 10 (6)(f)	If local exchange company, effect upon the average bill for 807 each customer class for change in basic local service.	N/A – Meade County is a Water District
807 KAR 5:001 Section 10 (6)(g)	Analysis of customers' bills in such detail that revenues from present and proposed rates can be readily determined for each customer class.	Exhibit Nos. 6,7,8.
807 KAR 5:001 Section 10 (6)(h)	Summary of determination of revenue requirements based on return on net investment rate base, return on capitalization, interest coverage, debt service coverage, or operating ratio, with supporting schedules.	Exhibit No. 5

Filing Requirement Index Historical Test Period Rate Case

Filing Requirements	Filing Requirement Description	Location or Absence Reason
807 KAR 5:001 Section 10 (6)(i)	Reconciliation of rate base and capital used to determine revenue requirements.	N/A – Revenue Requirement reflects Debt Service.
807 KAR 5:001 Section 10 (6)(j):	Current chart of accounts if more detailed than the Uniform System of Accounts.	Not applicable
807 KAR 5:001 Section 10 (6)(k)	Independent auditor's annual opinion report, with any written communication from auditor, which indicates existence of material weakness in internal controls.	The 2005 Audit Report is attached as Exhibit 9.
807 KAR 5:001 Section 10 (6)(l):	The most recent FERC or FCC audit reports.	N/A – Meade County is a Water District
807 KAR 5:001 Section 10 (6)m	The most recent FERC Form 1 (electric), FERC Form 2 (gas), or Automated Reporting Management Information System Report (telephone) and PSC Form T (telephone).	N/A – Meade County is a Water District.
807 KAR 5:001 Section 10 (6)(n)	Summary of latest depreciation study with schedules by major plant accounts, except that telecommunications utilities adopting PSC's average depreciation rates shall provide schedule identifying current and test period depreciation rates used by major plant accounts. If filed in another PSC case refer to that case's number and style.	Exhibit No. 10 – Annual Report.. There are no other studies of depreciation available to Meade County.
807 KAR 5:00 Section 10 (6)(o)	List of all commercial or in-house computer software, programs, and models used to develop schedules and work papers associated with the filing. Include each software, program, or model; what each was used for; its supplier; brief description and specifications for the computer hardware and the operating system required to run the program.	Excel Word
807 KAR 5:001 Section 10 (6)(p)	Prospectuses of most recent stock or bond offerings.	N/A – Meade County is a Water District
807 KAR 5:001	Annual report to shareholders, or members, and statistical	N/A – Meade County is a Water

Filing Requirement Index Historical Test Period Rate Case

Filing Requirements	Filing Requirement Description	Location or Absence Reason
Section 10 (6)(q)	supplements covering 2 years prior to application filing date.	District
807 KAR 5:001 Section 10 (6)(r)	Monthly managerial reports providing financial results for 12 months in test period.	Exhibit 5.
807 KAR 5:001 Section 10 (6)(s)	SEC's annual report for most recent 2 years, Form 10-Ks and any Form 8-Ks issued within past 2 years, and Form 10-Qs issued during the past 6 quarters updated as current information becomes available.	N/A – Meade County is a Water District
807 KAR 5:001 Section 10 (6)(t)	<p>If utility had any amounts charged or allocated to it by affiliate or general or home office, or paid any monies to affiliate or general or home office during test period or during previous 3 calendar years, file:</p> <ol style="list-style-type: none"> 1. Detailed description of method of calculation and amounts allocated or charged to utility by affiliate or general or home office for each charge allocation or payment; 2. Explanation of how allocator for the test period was determined; and 3. All facts relied upon, including other regulatory approval, to demonstrate that each amount charged, allocated or paid during test period was reasonable; 	N/A – There are no affiliate allocations.

Filing Requirement Index Historical Test Period Rate Case

Filing Requirements	Filing Requirement Description	Location or Absence Reason
807 KAR 5:001 Section 10 (6)(u)	If gas, electric or water utility, whose annual gross revenues exceed \$5,000,000, cost of service study based on methodology generally accepted in industry and based on current and reliable data from a single time period.	Revenue does not exceed \$5,000,000. Cost of service study shown at Exhibit 7-8.
807 KAR 5:001 Section 10 (6)(v)	Local exchange carriers with fewer than 50,000 access lines need not file cost of service studies, except as specifically directed by PSC. Local exchange carriers with more than 50,000 access lines shall file: <ol style="list-style-type: none"> 1. Jurisdictional separations study consistent with Part 36 of the FCC's rules and regulations; and 2. Service specific cost studies to support pricing of all services that generate annual revenue greater than \$1,000,000, except local exchange access: <ol style="list-style-type: none"> (a) Based on current and reliable data from a single time period; and (b) Using generally recognized fully allocated, embedded, or incremental cost principles. 	N/A – Meade County is a Water District
807 KAR 5:001 Section 10 (7)(a)	Detailed income statement and balance sheet reflecting impact of all proposed adjustments	Exhibit No. 5, monthly operating statements
807 KAR 5:001 Section 10 (7)(b)	Most recent capital construction budget containing at least period of time as proposed for any pro forma adjustment for plant additions.	NA – Meade County is not proposing any plant additions.

**Filing Requirement Index
Historical Test Period Rate Case**

Filing Requirements

Filing Requirement
Description

Location or
Absence Reason

<p>807 KAR 5:001 Section 10 (7)(c)</p>	<p>For each proposed pro forma adjustment reflecting plant additions the following information:</p> <ol style="list-style-type: none"> 1. Starting date of the construction of each major component of plant; 2. Proposed in-service date; 3. Total estimated cost of construction at completion; 4. Amount contained in construction work in progress at end of test period; 5. Complete description of actual plant retirements and anticipated plant retirements related to the pro forma plant additions including the actual or anticipated date of retirement; 6. Original cost, cost of removal and salvage for each component of plant to be retired during the period of the proposed pro forma adjustment for plant additions; 7. Explanation of any differences in amounts contained in the capital construction budget and amounts of capital construction cost contained in the pro forma adjustment period; and 8. Impact on depreciation expense of all proposed pro 	<p>NA – Meade County is not proposing any plant additions.</p>
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**Filing Requirement Index
Historical Test Period Rate Case**

Filing Requirements

Filing Requirement Description

Location or Absence Reason

807 KAR 5:001 Section 10 (7)(e)	forma adjustments for plant additions and retirements; Number of customers to be added to the test period – end level of customers and the related revenue requirements impact for all pro forma adjustments with complete details and supporting work papers.	Meade County does not have a current ongoing project wherein it expects to add a significant number of new customers.

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 4

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

COMPARISON OF CURRENT AND PROPOSED RATES

A. MONTHLY RATES:

<u>5/8" x 3/4" Meter</u>	Proposed Rates	Current Rates
First 2,000 Gallons	\$15.85 Minimum Bill	\$14.87 Minimum Bill
Next 5,000 Gallons	7.66 Per 1,000 Gallons	7.41 Per 1,000 Gallons
Next 10,000 Gallons	7.35 Per 1,000 Gallons	7.11 Per 1,000 Gallons
Next 20,000 Gallons	6.65 Per 1,000 Gallons	6.41 Per 1,000 Gallons
Over 37,000 Gallons	5.65 Per 1,000 Gallons	5.41 Per 1,000 Gallons
Doe Valley Water	\$3.26 Per 1,000 Gallons	\$3.00 Per 1,000 Gallons
Otter Creek Water	3.37 Per 1,000 Gallons	3.26 Per 1,000 Gallons
Bulk Sales	5.25 Per 1,000 Gallons	5.25 Per 1,000 Gallons

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 5

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

COMPARISON OF CURRENT AND PROPOSED RATES

B. DEPOSITS: (No Change in Proposed Deposits)

A customer not to exceed 2/12 of the estimated annual bill may be charged to all customers.

C. METER CONNECTION/TAP-ON CHARGES:

5/8 Inch X 3/4 Inch	\$632.00 – Proposed	\$500.00 - Current Charge
All Larger Meters (No Change)		Actual Cost

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 6

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

COMPARISON OF CURRENT AND PROPOSED RATES

<u>SPECIAL NON-RECURRING CHARGES:</u>	Current	Proposed
Connection/Turn-on Charge		25.00
Field Visit		25.00
Meter ReRead		25.00
Service Call/Investigation		25.00
Returned Check		25.00
Meter Relocation Charge/Customer Requested		Actual Cost
Meter Test	5.00	50.00
Reconnection Charge	15.00	50.00
Late Payment Penalty		10%
Connection Turn On -- After Hours		50.00
Meter ReRead -- After Hours		50.00
Service Call/Investigation -- After Hours		50.00
Returned Check		25.00
Meter Tampering Charge		50.00
Credit Card Convenience Fee		.10

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

NOTICE OF PROPOSED RATE INCREASE

Notice is hereby given by that the MEADE COUNTY WATER DISTRICT (District) has filed an application with the Public Service Commission of Kentucky (PSC) seeking approval of revised water rates and non-recurring charges. The District plans to implement the proposed rates upon approval by the PSC.

	Current	Proposed		% Increase
First 2,000	\$ 14.87	\$ 15.85	Minimum Bill	7%
Next 5,000	7.41	7.66	Per 1,000 Gallons	3%
Next 10,000	7.11	7.35	Per 1,000 Gallons	3%
Next 20,000	6.41	6.65	Per 1,000 Gallons	4%
Over 37,000	5.41	5.65	Per 1,000 Gallons	4%
Doe Valley	3.00	3.26	Per 1,000 Gallons	9%
Otter Creek	3.23	3.37	Per 1,000 Gallons	4%
Bulk Sales	5.25	5.25	Per 1,000 Gallons	0%

Impact on Bills

Usage	Current	Proposed	Increase	Percentage
1,000	\$ 14.87	\$ 15.85	\$ 0.98	7%
3,000	22.28	23.51	1.23	6%
5,000	37.10	38.83	1.73	5%

Non-Recurring Charges

	Current	Proposed
5/8 Inch Connection	\$ 500	\$ 632
1 Inch Connection and Above	Actual Cost	Actual Cost
Connection /Turn On	0	25
Field Visit	0	25
Customer Request Meter Re-Read	0	25
Service Call/Investigation	0	25
Returned Check	0	25
Customer Request Meter Relocation	0	Actual Cost
Customer Request Meter Test	5	50
Reconnect / Disconnect for Non-Payment	15	50
Connection /Turn On After Hours	0	50
Customer Request Meter Re-Read After Hours	0	50
Service Call/Investigation After Hours	0	50
Meter Tampering Charge	0	50
Credit Card Convenience Charge	0	0.10

The rates in this notice are the rates proposed by the Meade County Water District. The PSC may order rates to be charged that are different from those proposed. Such action may result in rates for customers that are different than those proposed in this notice. Customers of the District are advised that any corporation, association, body politic or person with substantial interest in the matter may, by written request, within 30 days after receipt of this notice of the proposed rate changes request to intervene by motion to the PSC. Intervention may be granted beyond the 30 day period for good cause shown. Any motion by customers desiring to intervene shall be submitted to the Public Service Commission, 211 Sower Blvd., P.O. Box 615, Frankfort, KY 40602; Attn: Beth O'Donnell, Executive Director (Telephone: 502-564-3940), and shall set forth the grounds for the request, including the status and interest of the party intervening. Intervenors may obtain copies of the application by contacting the District at its office located at 1003 Armory Place in Brandenburg, KY (Telephone: 270-422-5006)

P.S.C. KY. NO. 2

CANCELING P.S.C. KY. NO. _____

MEADE COUNTY WATER DISTRICT

OF

1003 ARMORY PLACE

BRANDENBURG, KENTUCKY, 40108

RATES & CHARGES

AND

RULES & REGULATIONS

FOR FURNISHING

WATER SERVICE

AT

MEADE COUNTY
KENTUCKY

FILED WITH THE
PUBLIC SERVICE COMMISSION
OF
KENTUCKY

DATE OF ISSUE March 20, 2007
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY W. Douglas Carnett
Month / Date / Year
(Signature of Officer)

TITLE CHAIRMAN

FOR Meade County Water District
Community, Town or City

P.S.C. KY. NO. 2

Original SHEET NO. 1

CANCELING P.S.C. KY. NO. 1

SHEET NO. _____

Meade County Water District
(Name of Utility)

CONTENTS

I. RATES AND CHARGES

- A. Monthly Rates
- B. Deposits
- C. Meter Connection/Tap-on Charges
- D. Special Non-recurring Charges

II. RULES AND REGULATIONS

- A. Service Information
- B. Special Rules or Requirements
- C. Billings, Meter Readings and Disconnects
- D. Deposits
- E. Special Nonrecurring Charges
- F. Customer Complaint to Utility
- G. Bill Adjustments
- H. Status of Customer Accounts during Billing Disputes
- I. Termination of Service
- J. Customer Relations
- K. Refusal or Termination of Service

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY Joe Barkley
Month / Date / Year
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Water District
Community, Town or City

P.S.C. KY. NO. 2

Original SHEET NO. 2

CANCELING P.S.C. KY. NO. 1

SHEET NO. _____

Meade County Water District
(Name of Utility)

CONTENTS

- L. Meter Testing
- M. Customer Requested Meter Tests
- N. Access to Property
- O. Reporting of Accidents, Property Damage, or Loss of Service
- P. Safety Program
- Q. System Inspections
- R. Reporting of Accidents
- S. Continuity of Service
- T. Service Lines
- U. Leak Adjustments
- V. Ownership of Mains
- W. Notice of Problems
- X. Legal Disclaimers
- Y. Fire Departments

- Z. Fire Hydrants
- AA. Fire Sprinkler Systems

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY Joe Bartley
Month / Date / Year
(Signature of Office)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Water District
Community, Town or City

P.S.C. KY. NO. 2

Original SHEET NO. 3

CANCELING P.S.C. KY. NO. 1

SHEET NO. _____

Meade County Water District
(Name of Utility)

CONTENTS

III. ATTACHMENTS

- A. Water Shortage Plan
- B. Bill Format
- C. Payment Agreement Form
- D. Contract For Service

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY Joe Bartley
Month / Date / Year
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
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FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 4

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

RULES AND REGULATIONS

A. MONTHLY RATES:

5/8" x 3/4" Meter

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Month / Date / Year

ISSUED BY Joe Bartley
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 5

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

RULES AND REGULATIONS

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All Larger Meters	Actual Cost

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ISSUED BY Joe Bentley
(Signature of Officer)

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BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

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First Revised SHEET NO. 6

CANCELING P.S.C. KY. NO. 1

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Meade County Water District
(Name of Utility)

RULES AND REGULATIONS

D. SPECIAL NON-RECURRING CHARGES:

Connection/Turn-on Charge	25.00
Field Visit	25.00
Meter ReRead	25.00
Service Call/Investigation	25.00
Returned Check	25.00
Meter Relocation Charge/Customer Requested	Actual Cost
Meter Test	50.00
Reconnection Charge	50.00
Late Payment Penalty	10%
Connection Turn On – After Hours	50.00
Meter ReRead – After Hours	50.00
Service Call/Investigation – After Hours	50.00
Meter Tampering Charge	50.00
Credit Card Convenience Fee	.10

DATE OF ISSUE 03/20/07
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ISSUED BY Joe Bentley
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 7

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

RULES AND REGULATIONS

The schedule of rates prescribed herein will be uniformly charged to all customers of the utility. No one will receive or be entitled to free service by the utility. No employee or individual commissioner of the utility is permitted to make an exception to these rates, rules, or regulations. These rules and regulations are subject to change by the utility at any time, subject to the approval of the Public Service Commission.

A. Service Information.

1. Upon request the utility will give its customers or prospective customers such information as is reasonably possible in order that they may secure safe, efficient, and continuous service. The utility will inform its customers of any change made or proposed in the character of its service that might affect the efficiency, safety, or continuity of operation.
2. The utility will obtain the approval of the Public Service Commission prior to making any substantial change in the character of the service furnished that would affect the efficiency, adjustment, speed, or operation of the equipment or appliances of any customer. The application will show the nature of the change to be made, the number of customers affected, and the manner in which they will be affected.
3. The utility will inform each applicant for service of each type, class, and character of service available at his/her location.
4. Upon request the utility will provide the following information to any applicant/customer:
 - a) Characteristics of Water. A written description of chemical constituents and bacteriological standards of the treated water as required by the Natural Resources Cabinet.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Ja Bentley
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 8

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

RULES AND REGULATIONS

b) Rates. A schedule of rates for water service applicable to the service to be rendered to the customer. A copy of the billing form imposing said rates is attached to this tariff. Rates are available upon request at any time.

B. Special Rules or Requirements.

1. The utility cannot establish any special rule or requirement without first obtaining the approval of the Public Service Commission.
2. A customer that has complied with Public Service Commission rules and regulations cannot be denied service for failure to comply with the utility's rules that have not been approved by the Public Service Commission.
3. Each prospective customer desiring water service will be required to sign the utility's Water Service Contract before service is supplied by the utility.
4. No customer is allowed to resell water except under the terms of a special contract executed by the utility and approved by the Public Service Commission.

C. Billings, Meter Readings, and Related Information.

1. Information on bills. Each bill issued by the utility will clearly show the following, if applicable: class of service; present and last preceding meter readings; date of the present reading; number of units consumed; meter constant, if any; net amount for service rendered; all taxes; any adjustments; and the gross amount of the bill. The date after which a late payment penalty applies to the gross amount will also be indicated. Estimated or calculated bills will be distinctly marked as such. The rate schedule under which the bill is computed will be furnished by publishing it in a newspaper of general circulation once each year.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

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TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 9

Meade County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

RULES AND REGULATIONS

- 2. Bill format. A copy of the utility's billing form is included in the utility's tariff.
- 3. Payment of Bills. Unless prevented by reasons beyond the utility's control, bills will be mailed out around the 22nd of each month and are due by the 10th of the following month. This gives the customer at least two weeks notice. It is up to the customer to make sure they have received their bills. If not received by the end of the month the customer should call the District and we will give you the amount you owe by phone. The District cannot be held responsible for slow mail service or lost mail. If the account is not paid by the 10th, a 10 percent penalty is added and late notices are mailed out around the 11th giving the delinquent customers another 10 days to pay their bills. If delinquent bills are not paid after receiving the delinquent notice, a one time extension will be given until the first day of the month to pay.
- 4. Related Information.
 - a) The late payment penalty will be assessed on the delinquent amount of the bill, less taxes and any prior penalty amounts. Pursuant to 807 KAR 5:006 Section 8 (3)(h), a penalty may be assessed only once on any bill for rendered services.
 - b) With the exception of existing connections, the existence of a special contract, or unusual circumstances requiring approval of the utility, a single meter can serve no more than one residential or commercial unit on and after the effective date of this tariff.
 - c) Service at a rental property will be disconnected once the property become vacant, unless the owner notifies the utility to place the service in the owners name or unless the service is immediately transferred to another individual. It is the property owners responsibility to transfer the service in the his/her name each time the property becomes vacant.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

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TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 10

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

RULES AND REGULATIONS

- d) For existing connections, special contracts, or other utility approved situations, where two or more units are being served by one meter, the following rules will apply:
- 1) One bill per meter will be sent to the customer that signed the Water Service Contract.
 - 2) The bill will consist of a charge in the amount of the utility's minimum bill multiplied by the number of units served by the meter. The amount of water included with a minimum bill will be multiplied by the number of units and deducted from the total amount of consumption. The remaining consumption will be evenly distributed among each unit, added to each unit's minimum bill, with the charges calculated in accordance with the currently approved rate schedule.
 - 3) The customer that signed the Water Service Contract will be fully and solely responsible for the charges associated with the connection including payment for all water passing through the meter, regardless of which unit is responsible for the water consumption

D. Deposits.

1. Deposits to secure payment. The utility may require a minimum cash deposit or other guaranty to secure payment of bills.
2. Equal Deposits. An equal deposit amount for each class of customers will be established based on the average annual bill of customers in that class. Deposit amounts will not exceed two-twelfths (2/12) of the average annual bill of customers in each class where bills are rendered monthly. Deposit amounts are listed in the Rates and Charges section of this tariff.
3. Recalculation of deposits. If the utility retains the deposit for more than eighteen (18) months, it will notify customers in writing that, at the customer's request; the deposit will be

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Joe Bartley
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 11

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

RULES AND REGULATIONS

recalculated every eighteen- (18) months based on actual usage of the customer. The notice of deposit recalculation will be included either on the customer's application for service or on the receipt of deposit, or may be included annually with or on customer bills. The notice of deposit recalculation will state that if the deposit on account differs by more than ten (10) dollars for residential customers, or by more than ten (10) percent for nonresidential customers, from the deposit calculated on actual usage, then the utility will refund any over-collection and may collect any underpayment. Refunds will be made either by check or by credit to the customer's bill, except that the utility will not refund any excess deposit if the customer's bill is delinquent at the time of recalculation.

4. Waiver of Deposits. The deposit may be waived upon a customer's showing of satisfactory credit or payment history with the Meade County Water District. In determining whether a deposit will be required or waived, the following criteria will be considered:
 - a) Previous payment history with the utility.
 - b) Whether the customer has an established income.
 - c) Length of time the customer has resided or been located in the area.
 - d) Whether the customer owns the property to be served.

5. Additional deposit requirement. If a deposit has been waived or returned and the customer fails to maintain a satisfactory payment record, the utility may require that a deposit be made. The utility may require a deposit in addition to the initial deposit if the customer's classification of service changes or if there is a substantial change in usage.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Joe Bentley
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 12

Meade County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

RULES AND REGULATIONS

6. Receipt of deposit. The utility will issue a receipt to every customer that pays a deposit. The receipt will show the name of the customer, location of the service or customer account number, date, and amount of deposit. If the notice of recalculation described in this section is not included in the utility's application for service or mailed with customer bills, the receipt of deposit will contain the notification. If deposit amounts change, the utility will issue a new receipt of deposit to the customer.
7. Deposits as a condition of service. Service may be refused or discontinued if payment of requested deposits is not made.
8. Interest on deposits. Interest will accrue on all deposits at the rate prescribed by law beginning on the date of the deposit. Interest accrued will be refunded to the customer or credited to the customer's bill on an annual basis, except that the utility will not be required to refund or credit interest on deposits if the customer's bill is delinquent on the anniversary of the deposit date. Upon termination of service, the deposit, any principal amounts, and interest earned and owing will be credited to the final bill with any remainder refunded to the customer.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY Joe Bortley
Month / Date / Year
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 13

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

RULES AND REGULATIONS

E. Special Non-recurring Charges:

1. The utility will collect for special nonrecurring charges to recover customer-specific costs incurred which would otherwise result in monetary loss to the utility or increased rates to other customers to whom no benefits accrue from the service provided or action taken. The utility may establish or change any special nonrecurring charge by applying for Public Service Commission approval of such charge in accordance with the provisions of 807 KAR 5:011, Section 10.
2. Special nonrecurring charges will be applied uniformly throughout the area served by the utility. Such charges will relate directly to the service performed or action taken and only yield enough revenue to pay the expenses incurred in rendering the service.
3. The utility will assess a charge for the following non-recurring services:
 - a) Connection/Turn-on Charge: Will be assessed for new service turn-on, seasonal turn-on, temporary service, or transfer of service. The charge will not be made for initial installation of service where a meter connection/tap-on charge is applicable.
 - b) Field Charge: Will be assessed when a utility representative visits the premises of the service connection to terminate service, and the customer notifies the representative they have made the payment within the past 4 hours. This fee may only be charged once per billing period.
 - c) Late Payment Penalty: Will be assessed on the delinquent amount of the bill, less taxes.
 - d) Meter Relocation Charge: Will be assessed when a customer or other authorized person requests that a meter be relocated, changed, or modified. Those requesting a change must reimburse the utility for the actual costs

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Joe Bentley
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 14

Meade County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

RULES AND REGULATIONS

incurred, including but not limited to appropriate legal, administrative, engineering, overhead, or other related costs.

- e) Meter Re-read Charge: Will be assessed when a customer requests the utility to re-read the customer's meter and the re-read proves that the original meter reading was correct.
- f) Meter Test Charge: Will be assessed when a customer requests the utility perform a test on the customer's meter to check for accuracy, and the test shows the customer's meter is not more than two percent (2%) fast.
- g) Reconnection Charge: Will be assessed to reconnect service that has been terminated for non-payment of service, at the customer's request or for violation of Utility or Public Service Commission rules and regulations, and will include the cost of the service trip for both the disconnection and the reconnection.
- h) Returned Check Charge: Will be assessed when a customer's check is returned, either due to insufficient funds or other reason due to customer fault.
- i) Service Call/Investigation Charge: The field charge will be assessed when a customer requests the onsite presence of utility personnel to investigate a service problem and the problem is a result of the customer's own plumbing facilities, beyond the utility's delivery point, or not caused by failure of utility facilities. Any maintenance and repair of facilities beyond the utility's delivery point is the responsibility of the customer.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Joe Bartley
(Signature of Office)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 15

Meade County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

RULES AND REGULATIONS

F. Customer Complaints to the Utility. Upon complaint to the utility by a customer at the utility's office, by telephone, or in writing, the utility will make a prompt and complete investigation and advise the complainant of its findings. The utility's operator/manager will make a decision within ten (10) days, which the complainant will then have ten (10) days to appeal to the District's Board. The customer will receive a final decision from the utility no later than thirty (30) days following the date that the complaint was made. If the complainant is not satisfied with the utility's decision, the utility will provide written notice to the complainant of his/her right to appeal the utility's decision by filing a complaint with the Public Service Commission. The utility will also provide the customer with the address and telephone number of the Public Service Commission. The utility will keep a record of all written complaints. This record will show the name and address of the complainant, the date and nature of the complaint, and the adjustment or disposition of the complaint. Records will be maintained for two (2) years from the date of resolution of the complaint.

G. Bill Adjustments:

1. Fast or slow reading meters:

- a) If upon periodic test, requested test, or complaint test, a meter in service is found to be more than two (2) percent fast, additional tests will be made to determine the average error of the meter. The tests will be made in accordance with Public Service Commission rules and regulations applicable to the type of meter involved.
- b) If test results on a customer's meter show an average error greater than two (2) percent fast or slow, or if a customer has been incorrectly billed for any other reason, except in an instance where a utility has filed a verified complaint with the appropriate law enforcement agency alleging fraud or theft by a customer,

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY Joe Baitley
Month / Date / Year
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 16

Meade County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

RULES AND REGULATIONS

the utility will immediately determine the period during which the error has existed, and will recompute and adjust the customer's bill to either provide a refund to the customer or collect an additional amount of revenue from the underbilled customer. Any adjustment to the customer's account will be in accordance with the rules and regulations of the Public Service Commission pursuant to 807 KAR 5:066 Section 9(c).

- c) The utility will readjust the account based upon the period during which the error is known to have existed. If the period during which the error existed cannot be determined with reasonable precision, the time period will be estimated using such data as elapsed time since the last meter test, if applicable, and historical usage data for the customer. If that data is not available, the average usage of similar customer loads will be used for comparison purposes in calculating the time period. If the customer and the utility are unable to agree on an estimate of the time period during which the error existed, the Public Service Commission will determine the issue. In all instances of customer overbilling, the customer's account will be credited or the overbilled amount refunded at the discretion of the customer within thirty (30) days after final meter test results. A utility will not require customer repayment of any underbilling to be made over a period shorter than a period coextensive with the underbilling.
2. Meter read failure. When a meter has ceased to register, or a meter reading cannot be obtained, the quantity of water to be billed will be based upon an average of twelve-months' consumption. If said meter readings are not available for an entire twelve-month period, the water bill will be estimated by the utility, subject to an upward or downward adjustment once a twelve-month average of actual meter readings can be calculated.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY Joe Bentley
Month / Date / Year
(Signature of Office)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 17

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

RULES AND REGULATIONS

3. Monitoring usage. The utility will monitor a customer's usage at least annually in such a way to draw the utility's attention to unusual deviations in a customer's usage. If a customer's usage is unduly high (100% above average) and the deviation is not otherwise explained, the utility will test the customer's meter to determine whether the meter shows an average error greater than two (2) percent fast or slow.
4. Usage investigation. If the utility's procedure for monitoring usage indicates that an investigation of a customer's usage is necessary, the utility will notify the customer in writing either during or immediately after the investigation of the reasons for the investigation, and of the findings of the investigation. If knowledge of a serious situation requires more expeditious notice, the utility will notify the customer by the most expedient means available.
5. Customer notification. If a meter is tested and it is found necessary to make a refund or back bill a customer, the customer will be notified in substantially the following form:

On _____, 20 __, the meter bearing identification No. ____ installed in your building located at _____ (Street and Number) in _____ (city) was tested at _____ (on premises or elsewhere) and found to register _____ (percent fast or slow). The meter was tested on _____ (Periodic, Request, Complaint) test.

Based upon this we herewith _____ (charge or credit) with the sum of \$____, which amount has been noted on your regular bill. If you desire a cash refund, rather than a credit to your account, of any amount overbilled, you must notify this office in writing within seven (7) days of the date of this notice.

- H. Status of Customer Accounts during Billing Disputes. With respect to any billing dispute, customer accounts shall be considered to be current while the dispute is pending as long as the customer continues to make undisputed payments and stays current on subsequent bills.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY Joe Bartley
Month / Date / Year
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 18

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

RULES AND REGULATIONS

I. Customer's Request for Termination of Service.

1. Any customer desiring service terminated or changed from one address to another shall give the utility three (3) working days' notice in person or in writing, provided such notice does not violate contractual obligations. The customer will not be responsible for charges for service beyond the three- (3) day notice period if the customer provides proper notification and reasonable access to the meter during the notice period. If the customer notifies the utility of his/her request for termination by telephone, the burden of proof is on the customer to prove that service termination was requested if a dispute arises.
2. Upon request that service be reconnected at any premises subsequent to the initial installation or connection to its service lines, the utility will charge the applicant a reconnect fee as set out in this tariff and approved by the Public Service Commission

J. Customer Relations.

1. Display of customer rights. The utility will prominently display in the office in which payment is received a copy of Customer's Rights. If a customer indicates to any utility personnel that he is experiencing difficulty in paying a current utility bill, that employee will refer the customer to the designated representative for explanation of the customer's rights.
2. Partial payment plans. The utility shall negotiate and accept reasonable partial payment plans at the request of residential customers who have received a termination notice for failure to pay, except that a utility is not required to negotiate a partial payment plan with a customer who is delinquent under a previous partial payment plan. Partial payment plans must be mutually agreed upon. Plans which extend for a period longer than thirty (30) days will be in writing and will advise customers that service may be terminated without additional notice if the customer fails to meet the obligations of the plan.
3. Utility inspections of service conditions prior to providing service. The utility will inspect the condition of the meter and service connections before providing service to a new customer so

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Joe Bartley
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 19

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

RULES AND REGULATIONS

that prior or fraudulent use of the facilities will not be attributed to the new customer. The new customer will be afforded the opportunity to be present at such inspections. The utility will not be required to render service to any customer until any defects in the customer-owned portion of the service facilities have been corrected.

4. Prompt connection of service. The utility will reconnect existing service within twenty-four (24) hours, and will install and connect new service within seventy-two (72) hours, when the cause for refusal or discontinuance of service has been corrected and the rules and regulations of the utility and Public Service Commission have been met.
5. Advance termination notice. When advance termination notice is required, the termination notice will be mailed or otherwise delivered to the last known address of the customer. The termination notice will be in writing, distinguishable and separate from any bill. The termination notice will plainly state the reason for termination, that the termination date will not be affected by receipt of any subsequent bill, and that the customer has the right to dispute the reasons for termination.

K. Refusal or Termination of Service.

1. The utility may refuse service to a customer under the following conditions:
 - a) For noncompliance with utility or Public Service Commission rules and regulations. The utility cannot refuse service to any customer for noncompliance without first having made a reasonable effort to obtain customer compliance. After such effort by the utility, service may be refused only after the customer has been given a written notice of refusal stating the reasons for refusal of service.
 - b) For dangerous conditions. If a dangerous condition exists which could subject any person to imminent harm or result in substantial damage to the property of the utility or others is found to exist on the customer's premises, then service will be refused. The utility will notify the customer in writing and, if possible, orally for the reasons

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY Joe Bartley
Month / Date / Year
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 20

Meade County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

RULES AND REGULATIONS

for refusal of service. Such notice will be recorded by the utility and will include the corrective action to be taken by the customer before service can be provided.

- c) For refusal of access. When a customer refuses or neglects to provide reasonable access to the premises for installation, operation, meter reading, maintenance or removal of utility property, the utility may refuse service. The utility will notify the customer in writing and, if possible, orally for the reasons for refusal of service. Such notice will be recorded by the utility and will include the corrective action to be taken by the customer before service can be provided.
- d) For outstanding indebtedness. The utility will not furnish new service to any customer who is indebted to the utility until that customer has repaid the indebtedness.
- e) For noncompliance with state, local, or other codes. The utility may refuse service to a customer if the customer does not comply with state, municipal or other codes, rules, and/or administrative regulations applying to such service. The utility will notify the customer in writing and, if possible, orally for the reasons for refusal of service. Such notice will be recorded by the utility and will include the corrective action to be taken by the customer before service can be provided.

2. Utility Initiated Termination of Service.

- a) The termination notice requirements stated herein will not apply if termination notice requirements to a particular customer or customers are otherwise dictated by the terms of a special contract between the utility and customer which has been approved by the Public Service Commission.
- b) When advance termination notice is required, the termination notice shall be mailed or otherwise delivered to the last known address of the customer. The termination notice shall be in writing, distinguishable and separate from any bill. The termination notice shall plainly state the reason for termination, that the termination date will not

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY Joe Bentley
Month / Date / Year
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 21

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

RULES AND REGULATIONS

be affected by receipt of any subsequent bill, and that the customer has the right to dispute the reasons for termination.

- c) The utility may terminate service to a customer under the following conditions with an advance termination notice:
 - 1) For noncompliance with utility or Public Service Commission rules and regulations. The utility cannot terminate service to any customer for noncompliance without first having made a reasonable effort to obtain customer compliance. After such effort by the utility, service may be terminated only after the customer has been given at least ten (10) days written termination notice.
 - 2) For refusal of access. When a customer refuses or neglects to provide reasonable access to the premises for installation, operation, meter reading, maintenance, or removal of utility property, the utility may terminate service. Such action will be taken only when corrective action negotiated between the utility and customer has failed to resolve the situation and after the customer has been given at least ten (10) days' written notice of termination.
 - 3) For noncompliance with state, local, or other codes. The utility may terminate service to a customer that does not comply with state, municipal, and/or other codes, rules, and regulations that apply to such service. A utility may terminate service only after ten (10) days' written notice of termination is provided unless ordered to terminate immediately by a governmental official.
 - 4) For nonpayment of bills. The utility may terminate service for nonpayment of charges incurred for utility services. The utility may terminate service only after five (5) days' written notice of termination is provided, and after twenty (20) days have elapsed since the mailing date of the original unpaid bill.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Joe Bartley
(Signature of Officer)
General Manager

TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 22

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

RULES AND REGULATIONS

- d) The utility may terminate service to a customer if the following conditions exist without an advance termination notice. Within twenty-four (24) hours after such termination, the utility shall send written notification to the customer of the reason(s) for termination upon which the utility relies, and of the customer's right to challenge the termination by filing a formal complaint with the Public Service Commission. The utility will not restore service until the customer agrees to comply with all rules and regulations of the utility and Public Service Commission.
- 1) For illegal use or theft of service. The utility may terminate service to a customer without advance notice if it has evidence that a customer has obtained unauthorized service by illegal use or theft. This right of termination is separate from and in addition to any other legal remedies that the utility may pursue for illegal use or theft of service.
 - 2) For dangerous conditions. If a dangerous condition relating to the utility's service which could subject any person to imminent harm or result in substantial damage to the property of the utility or others is found to exist on the customer's premises, then service will be terminated immediately. Upon termination the utility will leave notification at the customer's dwelling and, if possible, orally contact the customer to inform him/her of the reasons for the termination. Such notice will be recorded by the utility and will include the corrective action to be taken by the customer or utility before service can be restored.
 - 3) Unapproved Extensions and/or Additions. Any extension or additions to an existing service connection that have not been approved by the utility will be considered theft of service, and will constitute grounds for termination of

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Joe Bartley
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 23

Meade County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

RULES AND REGULATIONS

service. This right of termination is separate from and in addition to any other legal remedies that the utility may pursue for illegal use or theft of service.

- 4) Misrepresentation. Any misrepresentation in the application or contract as to the property or fixtures to be supplied or additional use to be made of water will constitute grounds for termination of service, and the customer shall be liable for any damage to any of the utility's facilities or equipment.
- 5) Failure to Report Changes. Failure to notify the utility of additions to the property or fixtures to be supplied or additional use to be made of water will constitute grounds for termination of service.
- 6) Resale of Water. Under no circumstances will a customer be allowed to resell or give away water except under the terms of a special contract executed by the utility and approved by the Public Service Commission. Failure to comply with this rule will constitute grounds for termination of service.
- 7) Waste or Misuse. Waste or misuse of water due to improper or imperfect service pipes and/or failure to keep said pipes in suitable state of repair will constitute grounds for termination of service.
- 8) Tampering with meter, meter seal, service, valves, or other system facilities, or permitting such tampering by others will constitute grounds for termination of service.
- 9) Connections, cross-connections, or permitting the same, of any separate water supply to premises that receive water from the utility will constitute grounds for termination of service.

e) The utility will not terminate service to a customer if the following conditions exist:

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Joe Bartley
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 24

Meade County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

RULES AND REGULATIONS

- 1) If payment for services is made. Service will not be terminated to a customer that was sent a termination notice if the customer delivers full payment to the utility prior to the actual termination of service.
- 2) If a partial payment agreement is in effect. Service will not be terminated for nonpayment if the customer and the utility have entered into a partial payment plan and the customer is meeting the requirements of the plan.
- 3) If a medical certificate is presented. Service will not be terminated for thirty (30) days beyond the termination date if a physician, registered nurse or public health officer certifies in writing that termination of service will aggravate a debilitating illness or infirmity on the affected premises. The utility may refuse to grant consecutive extensions for medical certificates past the original thirty (30) days unless the certificate is accompanied by an agreed partial payment plan. The utility will not require a new deposit from a customer to avoid termination of service for a thirty (30) day period who presents to the utility a medical certificate certified in writing by a physician, registered nurse or public health officer.
- 4) The system operator will be the designated representative to answer customer questions, resolve disputes and negotiate partial payment plans. Any member who does not receive a satisfactory answer, resolution or partial payment plan may present the matter to the next regular meeting of the Board of Directors of the District; which Board meets on the third Tuesday of each month.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY Joe Bartley
Month / Date / Year
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 25

Meade County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

RULES AND REGULATIONS

L. Meter Testing.

1. Water meters will be tested before being installed for use by any customer. The water meter will be in good working order and adjusted as close to the optimum operating tolerance as possible, in accordance with 807 KAR 5:022, Section 8(3)(a), 807 KAR 5:041, Section 17(1)(a)-(c) and 807 KAR 5:066, Section 15(2)(a)-(b).

M. Customer Requested Meter Tests.

1. The utility will make a test of any meter upon written request of any customer if the request is not made more frequently than once every twelve- (12) months. The customer shall be given the opportunity to be present at the requested test. If the test shows that the meter was not more than two (2) percent fast, the utility will make a reasonable charge for the test, the amount being approved by the Public Service Commission and set out in the utility's tariff.
2. After having first obtained a test from the utility, any customer of the utility may request a meter test by the Public Service Commission upon written application. Such request shall not be made more frequently on one (1) meter than once every twelve- (12) months.

N. Access to Property.

1. The utility shall at all reasonable hours have access to meters, service connections, and other property owned by it and located on customer's premises for purposes of installation, maintenance, meter reading, operation, replacement or removal of its property at the time service is terminated. Any employee of the utility whose duties require him/her to enter the customer's premises will wear a distinguishing uniform or other insignia identifying him/her as an employee of the utility, or show a badge or other identification which will identify him/her as an employee.
2. Obtaining easements and right-of-ways necessary to extend service will be the responsibility of the utility.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY Joe Bentley
Month / Date / Year
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 26

Meade County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

RULES AND REGULATIONS

3. All customers must grant, convey, or cause to be granted or conveyed to the utility a perpetual easement and right-of-way across any property owned or controlled by the customer wherever necessary for the utility's facilities in order to provide service.
 4. The utility cannot require a prospective customer to obtain easements or rights-of-way on property not owned by the prospective customer as a condition for providing service. However, the cost of obtaining easements or rights-of-way will be included in the total per foot cost of an extension, and will be apportioned among the utility and customer in accordance with the applicable extension administrative regulation.
- O. Location of Records. All records required by Public Service Commission rules and regulations will be kept in the office of the utility and will be made available to representatives, agents or staff of the Public Service Commission upon reasonable notice at all reasonable hours.
- P. Safety Program. The utility will adopt and execute a safety program, appropriate to the size and type of its operations. At a minimum, the safety program will:
1. Establish a safety manual with written guidelines for safe working practices and procedures to be followed by utility employees.
 2. Instruct employees in safe methods of performing their work.
 3. Instruct employees whom, in the course of their work, are subject to the hazard of electrical shock, asphyxiation or drowning, in accepted methods of artificial respiration.
- Q. System Inspections.
1. The utility will adopt inspection procedures to assure safe and adequate operation of its facilities and compliance with Public Service Commission rules and regulations. These procedures will be filed with the Public Service Commission for review.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY Joe Bartley
Month / Date / Year
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 27

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

RULES AND REGULATIONS

2. Upon receipt of a report of a potentially hazardous condition at any utility facility made by a qualified employee, public official, or customer, the utility will inspect all portions of the system which are the subjects of the report.
3. Appropriate records will be kept by the utility to identify the inspection made, deficiencies found and action taken to correct the deficiencies.
4. Inspections. The utility will make systematic inspections of its system in the manner set out below to insure that the Public Service Commission's safety requirements are being met. These inspections will be made as often as necessary but not less frequently than is set forth below for various classes of facilities and types of inspection.
 - a) The utility will annually inspect all structures pertaining to source of supply for their safety and physical and structural integrity, including dams, intakes, and traveling screens. The utility will semiannually inspect supply wells, their motors and structures, including electric power wiring and controls for proper and safe operation.
 - b) The utility will annually inspect all structures pertaining to purification for their safety, physical and structural integrity and for leaks, including sedimentation basins, filters, and clear wells; chemical feed equipment; pumping equipment and water storage facilities, including electric power wiring and controls; hydrants, mains, and valves.
 - c) The utility will monthly inspect construction equipment and vehicles for defects, wear, operational hazards, lubrication, and safety features.

R. Reporting of Accidents, Property Damage, or Loss of Service.

1. Within two (2) hours following discovery the utility will notify the Public Service Commission by telephone or electronic mail of any utility related accident which results in:

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Joe Bartley
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 28

Meade County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

RULES AND REGULATIONS

- a) Death; or shock or burn requiring medical treatment at a hospital or similar medical facility, or any accident requiring inpatient overnight hospitalization;
 - b) Actual or potential property damage of \$25,000 or more; or
 - c) Loss of service for four (4) or more hours to ten (10) percent or 500 or more of the utility's customers, whichever is less.
2. A summary written report will be submitted by the utility to the Public Service Commission within seven (7) calendar days of the utility related accident.

S. Continuity of Service.

- 1. Emergency interruptions. The utility will make all reasonable efforts to prevent interruptions of service and when such interruptions occur will endeavor to reestablish service with the shortest possible delay consistent with the safety of its consumers and the general public. If an emergency interruption of service affects service to any public fire protection device, the utility will immediately notify the fire chief or other public official responsible for fire protection.
- 2. Scheduled interruptions. If the utility finds it necessary to schedule an interruption of its service, it will notify all customers to be affected by the interruption, stating the time and anticipated duration of the interruption. Whenever possible, scheduled interruptions will be made at hours of least inconvenience to customers. If public fire protection is provided by mains affected by the interruptions, the utility will notify the fire chief or other officials responsible for fire protection of the interruption, stating the time and anticipated duration. The fire chief or other official responsible for fire protection will be notified immediately upon restoration of service.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Joe Bentley
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 29

Meade County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

RULES AND REGULATIONS

3. Record of interruptions. The utility will keep a complete record of all interruptions on its entire system. This record will show the cause of interruption, date, time, duration, remedy and steps taken to prevent recurrence.

T. Service Lines & Connections.

1. The utility will furnish and install at its own expense for the purpose of connecting its distribution system to the customer's premises that portion of the service connection from its main to and including the meter and meter box. The utility will recoup this expense from the customer in accordance with KRS 278.0152.
2. In areas where the distribution system follows well-defined streets and roads, the customer's point of service will be located at that point on or near the street right-of-way or property line most accessible to the utility from its distribution system. In areas where the distribution system does not follow streets and roads, the point of service will be located as near the customer's property line as practicable. Prior to installation of the meter the utility will consult with the customer as to the most practical location.
3. Depth of service line. All service lines must be laid at a sufficient depth (a minimum of 24 inches) to prevent freezing during the coldest weather normally experienced except where services are not intended for use during freezing weather and are actually drained during such periods.
4. A plumbing permit from the appropriate regulatory agency is required before the utility can set the meter.
5. The applicant/customer must furnish and lay the necessary pipe to make the connection from the point of service to the point of usage and be financially responsible for all costs associated with the installation and maintenance of his/her service line plumbing, including a shut-off valve and one-way check valve, installed on his/her property beginning at the outlet

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Joe Bartley
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 30

Meade County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

RULES AND REGULATIONS

side of the water meter. The service line must be kept in good repair and in accordance with utility and Public Service Commission rules and regulations.

6. The installation and maintenance of the water service line must be in accordance with the rules and regulations of the Kentucky Department of Health.
7. A cross-connection of the utility's system with any other source is strictly prohibited.
8. A well that has or is being used on the premises must be inspected by utility personnel to verify disconnection and separation.
9. Should an applicant/customer desire a higher pressure due to location or other need, provisions must be made by the applicant for an individual pressure booster system. The manner of connection, location cross-connection protection and type is subject to approval by the utility. The utility reserves the right to require discontinuance and disconnection should the private booster system have a detrimental effect on the utility's system.
10. Piping on the premises of the applicant/customer must be installed so that connections are conveniently located with respect to the utility's lines and mains. A place must be provided for metering that is unobstructed and accessible at all times.
11. The utility may require the applicant/customer may, at his/her own expense, to install a back-flow preventor and/or pressure regulator.
12. All meters will be installed, renewed, and maintained at the expense of the utility, and the utility reserves the right to approve the size and type of meter used.
13. All taps and connections to the mains of the utility must be made by and/or under the direction and supervision of utility personnel and will incur a meter connection/tap-on charge, an amount that has been approved by the Public Service Commission for such service. Payment of this fee is for the privilege of connecting to the water system and the payment of the fee does not constitute the purchase of a water meter.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Joe Bortley
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 31

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

RULES AND REGULATIONS

14. Any customer having boilers and/or pressure vessels that receive water from the utility must have a check valve on the water supply line and a vacuum valve on the steam line in order to prevent a collapse were the water supply from the utility be interrupted or discontinued.
 15. The service connection supplied by the District has a definite capacity, and no addition to the equipment or load connected thereto will be allowed except by consent of the District. Failure to give notice of additions or changes in load, and to obtain the District's consent for same, shall render the customer liable for any damage of the District's lines or equipment caused by the additional or changed installation.
- U. Leak Adjustments. A customer may make a request for a bill adjustment in the event of an underground leak under the following conditions:
1. The customer must call the District's offices at 422-5006 and inform them of the leak, and a District employee must inspect the underground leak prior to repair work being done.
 2. If inspection of the underground leak is required on the weekend, the customer should call Meade County Dispatch at 422-4911. Weekday inspections will be done during normal work hours of 8:00 a.m. to 4:30 p.m.
 3. A customer will be entitled to no more than three (3) adjustments, for each residence owned by the customer, during a ten year period.
 4. An adjustment will be made for one billing period only.
 5. The amount of water charged to the customer as a result of the leak must be at least three times the amount of water consumed by the customer during a normal billing period.
 6. If an adjustment is made to a customers bill, the adjustment will consist of the difference between the customer's average usage, and the bill which reflects the excess gallons lost as a result of the leak. The adjustment shall be based on the actual cost of electricity and water.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY Joe Bartley
Month / Date / Year
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 32

Meade County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

RULES AND REGULATIONS

- 7. If meter readings are not available for an entire twelve-month period, the water bill will be estimated by the utility, subject to an upward or downward adjustment once a twelve-month average of actual meter readings can be calculated.
- 8. Customers will be required to fill out a form requesting the adjustment. Prior to granting the adjustment, the customer will be required to provide a list of materials used to make the required repair and a statement from a plumber who made the repairs. Additionally, the exact location of the leak must be identified.
- 9. This policy relative to leak adjustments is not applicable to wholesale customers.

V. Ownership of Mains, Services, and Appurtenances:

- 1. All mains, fire hydrants, valves, crossings, and other appurtenances are and shall remain the property of the utility, whether installed by the utility or the customer.
- 2. All service lines from the main to the meter with appurtenances are and shall remain the property of the utility, whether installed by the utility or the customer.
- 3. The customer shall install, own, and maintain his/her service line from the meter (or point of delivery) to the point of usage.

W. Notification of System Problems. The customer shall notify the utility immediately should the service be unsatisfactory for any reason, or should there be any defects, problems, trouble, or accidents affecting the water system.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Joe Bartley
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 33

Meade County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

RULES AND REGULATIONS

X. Legal Disclaimers.

1. The utility shall in no event be held responsible for any claims made against it for reasons of system failure or interruption of service. No persons shall be entitled to damages nor for any portion of a payment refunded for any system failure or interruption of service which in the opinion of the utility is deemed necessary.
2. No person shall maliciously, willfully, or negligently break, damage, destroy, uncover, deface, or tamper with any structure appurtenance or equipment which is a part of the utility's water system. Any person violating this provision will be subject to immediate arrest and/or discontinuance of water service and shall pay the cost of repairing or replacing the utility's facilities.
3. If any loss or damage to the property of the utility or any accident or other injury to persons or property is caused by or results from the negligence or wrongful action of a customer, members of his/her household, his/her agent or employee, the cost of necessary repairs or replacements shall be paid by the customer of the utility and any liability otherwise resulting shall be that of the customer.
4. For purposes of fire protection, including any customer's fire protection system, the utility cannot guarantee a water supply at any particular flow rate or pressure. The fire flow may vary depending upon other water demands on the system, various water facility limitations, or other circumstances. The customer will indemnify and hold harmless the utility and its employees from and against all claims, damages, losses, and expenses incurred as a result of insufficient water supply or deficient system facilities.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY Joe Bartley
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 34

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

Meade County Water District
(Name of Utility)

RULES AND REGULATIONS

Y. Fire Departments. For the purpose of off-setting fifty percent or more of its operation expenses, any fire department not receiving public funds from the Commonwealth of Kentucky, or any political subdivision thereof, may withdraw water from the utility's facilities at no charge, for the extinguishing of fires or the training of firemen. A fire department making such withdrawals shall provide an estimate of its withdrawals to the utility at the end of each month.

Z. Fire Hydrants:

1. In accordance with 807 KAR 5:066 Section 10(2)(b), a new fire hydrant will not be installed unless:
 - a) A professional engineer with a Kentucky registration has certified that the system can provide a minimum fire flow of 250 gallons per minute, and
 - b) The system supporting this flow has the capability of providing this flow for a period of not less than two (2) hours plus consumption at the maximum daily rate.
2. The location, installation, and the responsibility for maintenance of fire hydrants, public and private fire protection facilities, connecting mains, and their ownership may be subject to negotiation between the utility and the applicant/customer. Fire hydrants and public and private fire protection facilities shall be installed as required by the utility and if owned by the utility shall be subject to any conditions the Public Service Commission may impose, based upon the compensation received for this service.

AA. Water Main Extensions.

1. Applicability. An extension of fifty (50) feet or less shall be made by a utility to its existing distribution main without charge for a prospective customer who shall apply for and contract to use service for one (1) year or more.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY JE Bartley
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 35

Meade County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

RULES AND REGULATIONS

2. Other extensions:

- a) When an extension of the utility's main to serve an applicant or group of applicants amounts to more than fifty (50) feet per applicant, the utility may if not inconsistent with its filed tariff require the total cost of the excessive footage over fifty (50) feet per customer to be deposited with the utility by the applicant or the applicants, based on the average estimated cost per foot of the total extension.
- b) No water distribution main extension shall be constructed or connected to the District's water distribution system without first obtaining the District's approval.
- c) The provisions of Administrative Regulation 807 KAR 5:066, Section 11 (1) shall govern refunds for any water distribution main extension that an applicant or group of applicants constructs and donates to the District.
- d) Any person who desires service from the proposed water main extension shall execute a written agreement with the District to pay his or her share of the required customer contribution for the water distribution main extension and to agree to take water service for a period of not less than one (1) year beginning no later than six (6) months from the date of the water distribution main extension's completion. The written agreement shall provide that the applicant shall have the right to rescind the written agreement at his or her option, if the projected final cost of the extension exceeds the preliminary estimate provided at the time of the written agreement's execution.
- e) Upon determining the final cost of the extension, the District shall advise in writing each person who has executed a written agreement of his or her required contribution. This customer shall have thirty (30) days from the date of the notice to pay his or her contribution and tap-on fee. If any applicant who has executed a written agreement regarding the main extension elects to rescind his or her agreement or otherwise fails to comply with the terms of the written agreement, the District may cease all extension

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____

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Month / Date / Year
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

FOR Meade County Kentucky
Community, Town or City

P.S.C. KY. NO. 2

First Revised SHEET NO. 36

Meade County Water District
(Name of Utility)

CANCELING P.S.C. KY. NO. 1

Original SHEET NO. 4

RULES AND REGULATIONS

efforts and terminate the proposed extension. In such event, the District shall refund all amounts collected from applicants for the proposed extension.

- f) For a period of 10 (ten) years following the construction of the water main distribution main extension, any customer who connects to the water main distribution extension shall pay an amount equal to each initial applicant's contribution. Each year for a period of not less than 10 years, which for the purpose of this rule shall be the refund period, the utility shall refund to the customer or customers who paid for the excessive footage the cost of fifty (50) feet of the extensions in place for each additional customer connected during the year whose service line is directly connected to the extensions installed and not to extensions or laterals therefrom, but in no case shall the total amount refunded exceed the amount paid to the utility. After the end of the refund period, no refund will be required to be made. In addition to payment of a required contribution, any person connecting to a water distribution main shall pay other required charges and fees, to include a tap fee.
- g) Nothing contained herein shall be construed to prohibit the utility from making extensions under different arrangements if such arrangements have received the prior approval of the Public Service Commission.
- h) Nothing contained herein shall be construed as to prohibit the utility from making at its own expense greater extensions than herein prescribed, should its judgement so dictate, provided like extensions are made to other customers under similar conditions.

DATE OF ISSUE 03/20/07
Month / Date / Year

DATE EFFECTIVE _____

ISSUED BY Joe Bartley
Month / Date / Year
(Signature of Officer)

TITLE General Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Meade County Water District

1003 Armory Place
Brandenburg, KY 40108

Telephone: (270) 422-5006

Fax: (270) 422-5068

PAYMENT AGREEMENT FORM

DATE: _____

ACCOUNT #: _____

NAME: _____

ADDRESS: _____

PHONE #: _____

ARREARS BALANCE AS OF THIS DATE: _____

This agreement between _____ and The Meade County Water District states that I will pay my current balance *plus* \$ _____ towards my delinquent balance *every* month by the 10th. *The entire arrears balance will be paid in full by* _____. I understand that if my payment is not received as agreed here my water service will be disconnected and the entire amount in arrears must be paid in addition to a \$ _____ re-connect fee to have my water service restored.

CUSTOMER SIGNATURE

MANAGER SIGNATURE

Meade County Water District

1003 Armory Place
Brandenburg, KY 40108

Telephone: (270) 422-5006

Fax: (270) 422-5068

RESIDENTIAL CONTRACT

This contract made and entered into this _____ day of _____, 20____ between _____ (Customer) whose

service address is _____,

and Meade County Water District (*District*).

The *Customer* hereby agrees to connect to the proposed water system of the *District*. The following charges will apply:

Meter Tap Fee	\$ _____
Refundable Deposit	\$ _____
Non-Refundable Service Charge	\$ _____
Total Payment Required at Time of Signing Contract	\$ _____

The minimum monthly water bill is \$_____ excluding a 3% school tax, for zero (0) gallons up to 2,000 gallons of water usage. Complete rate schedule is included in packet provided by the *District* to the *Customer*.

The *District* reserves the right to determine the size of service connection to be used to supply water to the *Customer*. A ¾ inch meter will be used unless the *Customer* requests for a larger meter. *Customers* requesting a larger than ¾ inch meter, and approved by the *District*, will be charged the actual cost of that meter. A separate meter must be installed for each residence.

If all payments are received on time, deposits plus any interest accrued will be applied back to the customer's account after a minimum of 3-years. If the *Customer* vacates the premises in less than 3-years, the deposit plus any accrued interest will be applied to the final bill. All remaining monies will be refunded to the *Customer*.

The *Customer* agrees to permit the *District* to lay, maintain, repair, remove, and disconnect a service line and meter; and read meters at a point on the *Customer's* property to be designated by the *District* for each signed connection with right of ingress and egress for these purposes over the *Customer's* property; and to grant an easement for installation of water lines where required. ANY tampering with the water meter in any way or stealing of water is a crime. Charges and fees for these crimes will be enforced.

The *Customer* agrees to install and maintain, at his/her own expense, a service line which shall begin at the meter and extend to the dwelling or place or business and other portion of his premises.

All meters are read monthly between the 7th – 20th day of each month. All water payments are due by the 10th day of each month. Water bills are mailed after the 20th of each month. If you do not receive your bill card by the first day of each month, the *Customer* is responsible for contacting the *District* for payment information. The *District* cannot be responsible for mail lost / damaged during postal system processing.

1

**AVERAGE METER CONNECTION EXPENSE
COST JUSTIFICATION**

Name of Utility _____

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>Quantity</u>	<u>Unit Cost</u>	<u>Total Cost</u>
1. Water Meter	<u>1</u>	<u>142.18</u>	<u>142.18</u>
2. Meter Yoke	<u>1</u>	<u>59.60</u>	<u>59.60</u>
3. Corporation Stop	<u>1</u>	<u>14.61</u>	<u>14.61</u>
4. Meter Box and Top	<u>1</u>	<u>66.67</u>	<u>66.67</u>
5. Miscellaneous Fittings	<u>1</u>	<u>46.18</u>	<u>46.18</u>
6. Other (Itemize) <i>saddle</i>			
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

TOTAL MATERIALS EXPENSE
(add total cost)

\$ 329.64

C. Service Pipe ExpenseType of Service Pipe PS Size of Service Pipe 3/4

	<u>Quantity</u>	<u>Unit Cost</u>	<u>Total Cost</u>
1. Short Side Service	<u>4</u>	<u>.19</u>	<u>.76</u>
2. Long Side Service	<u>90</u>	<u>.19</u>	<u>13.30</u>

AVERAGE SERVICE PIPE EXPENSE
(add total cost and divide by 2) \$ 7.03

D. Installation Labor Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service	<u>3</u>	<u>32.50</u>	<u>97.50</u>
2. Long Side Service	<u>6</u>	<u>32.50</u>	<u>195.00</u>

AVERAGE INSTALLATION LABOR EXPENSE
(add total cost and divide by 2) \$ 146.25

E. Installation Equipment Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service	<u>5</u>	<u>16⁰⁰</u>	<u>80</u>
2. Long Side Service	<u>6.2</u>	<u>16⁰⁰</u>	<u>92.20</u>

AVERAGE INSTALLATION EQUIPMENT EXPENSE
(add total cost and divide by 2) \$ 89.60

F. Installation Miscellaneous Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Inspection	<u>1</u>	<u>11.00</u>	<u>11.00</u>
2. Site Clean-Up	<u>1</u>	<u>11.00</u>	<u>11.00</u>
3. Other			
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

AVERAGE INSTALLATION MISCELLANEOUS EXPENSE (add total cost) \$ 22.00

G. Overhead Expense

1. Installation expense (\$ 257.89) times overhead rate (5 %) \$ 12.89

H. Administrative Expense

1. Office expense for establishing a new account and billing record. \$ 25.00

I. Total Expenses

Materials Expense	\$ <u>328.64</u>
Service Pipe Expense	<u>7.03</u>
Installation Labor Expense	<u>146.25</u>
Installation Equipment Expense	<u>89.90</u>
Installation Miscellaneous Expense	<u>22.00</u>
Overhead Expense	<u>12.89</u>
Administrative Expense	<u>25.00</u>

TOTAL CONNECTION EXPENSE \$ 632

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Connection - Turn On Charge
Field Visit, Meter Re-read,

1. Field Expense: Service Call / Investigation

A. Materials (Itemize)

_____ \$ _____

B. Labor (Time and Wage)

_____ 11.00

Total Field Expense \$ 11.00

2. Clerical and Office Expense

A. Supplies \$ 1.00

B. Labor 3.00

Total Clerical and Office Expense \$ 4.00

3. Miscellaneous Expense

A. Transportation \$ 10.00

B. Other (Itemize)

Total Miscellaneous Expense \$ 10.00

Total Nonrecurring Charge Expense \$ 25.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Return Check Charge

1. Field Expense:

A. Materials (Itemize)

_____ \$ _____

B. Labor (Time and Wage)

Total Field Expense \$ _____

2. Clerical and Office Expense

A. Supplies \$ 2.00

B. Labor 8.00

Total Clerical and Office Expense \$ 10.00

3. Miscellaneous Expense

A. Transportation \$ _____

B. Other (Itemize)

Processing 15.00

Total Miscellaneous Expense \$ 15.00

Total Nonrecurring Charge Expense \$ 25.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Meter Relocation Charge
at Customer's Request

1. Field Expense:

A. Materials (Itemize)

_____	\$ _____
_____	_____
_____	_____

B. Labor (Time and Wage)

_____	_____
-------	-------

Total Field Expense \$ _____

2. Clerical and Office Expense

A. Supplies \$ _____

B. Labor _____

Total Clerical and Office Expense \$ _____

3. Miscellaneous Expense

A. Transportation \$ _____

B. Other (Itemize)

_____	_____
_____	_____
_____	_____

Total Miscellaneous Expense \$ _____

Total Nonrecurring Charge Expense *Actual Cost* \$ _____

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Meter Test, Meter Tempering

1. Field Expense:

A. Materials (Itemize)

_____ \$ _____

B. Labor (Time and Wage)

_____ 11.00

Total Field Expense \$ 11.00

2. Clerical and Office Expense

A. Supplies \$ 1.00

B. Labor 3.00

Total Clerical and Office Expense \$ 4.00

3. Miscellaneous Expense

A. Transportation \$ 10.00

B. Other (Itemize)

Meter Test 25.00

Total Miscellaneous Expense \$ 35.00

Total Nonrecurring Charge Expense \$ 50.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Connection / Turn On After Hours

Meter Read After Hours,

1. Field Expense: Service Call / Investigation After Hours

A. Materials (Itemize)

_____ \$ _____

B. Labor (Time and Wage)

Mrw 2 hours pay + 36.00
after hours

Total Field Expense \$ 36.00

2. Clerical and Office Expense

A. Supplies \$ 1.00

B. Labor 3.00

Total Clerical and Office Expense \$ 4.00

3. Miscellaneous Expense

A. Transportation \$ 10.00

B. Other (Itemize)

Total Miscellaneous Expense \$ 10.00

Total Nonrecurring Charge Expense \$ 50.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: Convenience Charge for Credit Cards

1. Field Expense:

A. Materials (Itemize)

_____ \$ _____

B. Labor (Time and Wage)

Total Field Expense \$ _____

2. Clerical and Office Expense

A. Supplies

\$ _____

B. Labor

.10

Total Clerical and Office Expense \$.10

3. Miscellaneous Expense

A. Transportation

\$ _____

B. Other (Itemize)

Total Miscellaneous Expense \$ _____

Total Nonrecurring Charge Expense \$ 0.10

MEADE COUNTY WATER DISTRICT	
INCOME AND EXPENSES	
Income	
Sales	\$ 1,585,971
Adjustment for New Customers	51,718
Interest Income	20,248
Total Revenue	\$ 1,657,936
Expenses for 2006	
Bad Debts	\$ 4,800
Document Shredding	427
Employee Insurance	3,888
Audit	5,000
Bank Lock Box	20
Unemployment	3,269
Commissioner's Wages	15,948
Advertisement	602
FICA	93,711
Legal	399
Flu Shots	240
Health Insurance	49,917
Retirement	57,707
KRWA Dues	1,025
Office Personnel Salaries	88,458
MC Fiscal Court Interest	29,402
CCR Preparation	3,423
Workers Compensation	9,641
Sales Tax	3,113
Taxes - Sales W/H	17,423
Training	6,221
Exterminating	480
Telephone	10,881
Utility Tax	41,475
Line Liability Insurance	14,957
Tank Repairs	3,599
Computer Maintenance	2,707
Gravel - Rock	1,908

MEADE COUNTY WATER DISTRICT - 2006 EXPENSES	
Equipment Repairs	3,072
Line Maintenance	21,790
Building Repairs - Maintenance	1,979
Vehicle Repairs	9,314
Gas	976
Water/Sewer/Garbage	725
Sensus Maintenance Agreement	730
Cleaning	1,510
Billing Postage	16,118
Communications	1,848
Electricity	18,092
Equipment Rental	2,350
Field Personnel Salaries	166,234
Gas/Oil	29,018
Computer Service Agreement	2,380
Chemicals	327
Operating Expenses	9,701
Safety Equipment	832
Tools	799
Contingency Fund not Depreciated	3,380
Uniforms	8,818
Purchased Water	371,667
Testing	4,181
Miscellaneous	4,454
Backhoe Repair	120
Pump Repairs	1,169
Office Supplies	8,111
PSC Assessment	2,600
Depreciation per 2005 Audit	298,124
Debt Principal Per 2005 Audit	98,786
Interest	119,083
Debt Coverage	43,574
Total Expenses	\$ 1,722,501
Total Revenue	1,657,936
Increase Required	\$ 64,565

O & M Account Expenditures	
Administrative Cost (O & M)	
Employee Insurance	\$324.04
Mileage	\$ -
Unemployment	\$ 187.20
Commissioner's Pay	\$ 1,348.74
Advertisement	
FICA	\$ 7,339.35
Legal Fees	\$ 243.50
Debt Service Account	\$ -
Health Insurance	\$ 3,737.44
KY Retirement	\$ 5,046.54
KRWA Dues	\$ -
Office Personnel Salaries	\$ 7,740.44
MC Fiscal Court Interest	\$ 2,613.86
Workers Compensation Ins	\$ 2,490.00
Reserve Account	\$ -
Taxes - Sales	\$ 265.02
Taxes - Sales W/H	\$ 1,585.88
Training	\$ 385.00
Exterminating	\$ 40.00
Telephone	\$ 1,654.24
Utility Tax	\$ 3,207.82
All - Line Liability Insurance	\$ 4,488.34

Total Administrative Cost \$ 42,697.41

Maintenance Cost (O & M)	
Tank Repairs	\$ -
Copier Maintenance	\$ -
Computer Maintenance	
Gravel / Rock	
Equipment Repairs	\$ -
Line Maintenance	\$ 463.99
Building Repairs / Maintenance	\$ -
Vehicles Repairs / Parts	\$ 1,199.47
Elizabethtown Gas	\$ 207.60
Water / Sewer / Garbage	\$ 40.53
Meter Setting Material	\$ 3,610.73
Meter Repairs / Testing	
Testing Supplies	\$ -

Total Maintenance Cost \$ 5,522.32

Accounts

Revenue Account	
Previous Balance	\$ 515,824.14
Deposits	\$ 137,521.19
Interest	\$ 1,404.74
Total	\$ 654,750.07
Disbursements	\$ (124,400.00)
Current Balance	\$ 530,350.07

O & M Account	
Previous Balance	\$ 21,861.88
Deposits	\$ 100,000.00
Interest	\$ 99.83
Total	\$ 121,961.71
Disbursements	\$ (107,340.59)
Current Balance	\$ 14,621.12

Debt Service	
Previous Balance	\$ 172,850.18
Deposits	\$ 15,700.00
Interest	\$ 339.07
Total	\$ 188,889.25
Disbursements	\$ (94,198.60)
Current Balance	\$ 94,690.65

Contingency Account	
Previous Balance	\$ 43,696.20
Deposits	\$ 12,000.00
Interest	\$ 124.44
Total	\$ 55,820.64
Disbursements	\$ (3,300.00)
Current Balance	\$ 52,520.64

Deposit Account	
Previous Balance	\$ 48,898.56
Deposits	\$ -
Interest	\$ 134.98
Total	\$ 49,033.54
Disbursements	\$ (229.10)
Current Balance	\$ 48,804.44

Reserve Account	
Previous Balance	\$ 32,889.32
Deposits	\$ -
Interest	\$ 90.90
Total	\$ 32,980.22
Disbursements	\$ -
Current Balance	\$ 32,980.22

O & M Expenditures Continued

Operations Cost (O & M)	
Cleaning	\$ 150.00
Billing / Postage	\$ 1,128.66
Hook - Up Refunds	\$ -
Communications	
Electricity	\$ 1,864.86
Equipment Rental	
Field Personnel Salaries	\$ 13,045.26
Gas / Oil	\$ 1,994.31
Chemicals	\$ -
Compressor Supplies	\$ -
Operating Expenses	\$ 619.03
Safety Equipment	\$ 250.81
Tools	\$ -
Engineering Fees	\$ -
Uniforms	\$ 720.05
H2O Brandenburg	\$ 8,760.70
H2O Hardin County	\$ 20,226.93
Water Testing	\$ 294.00
Miscellaneous	\$ 234.97
Pump Repairs	
Office Supplies	\$ 866.78
PSC Assessment	\$ -
Total Operations Cost	\$ 50,156.36

Capital Improvements Cost	
Line Extensions	\$ 2,629.50
Building / Fencing	\$ -
Contingency Account	\$ -
Computer Equipment / Software	\$ -
Pressure Recorder	\$ -
Office Equipment	\$ -
Office Wall & Cabinet	\$ 6,335.00
New Equipment	
Total Capital Improvement	\$ 8,964.50

TOTAL O & M DISBURSEMENTS: \$ 107,340.59

Accounts Continued

Debt Service Expenditures	
KIA Fund C Loan B'town/P'ville	\$ 999.58
KRWA Finance	\$ 3,836.94
KACOLT Building Loan	\$ 21,300.53
KACOLT~Line Extensions	\$ 40,000.00
Rural Development-Start Up	\$ 14,375.00
KIA Fund F Loan-Phase V	\$ 13,686.55
Total Debt Services	\$ 94,198.60

Deposit Account Expenditures	
Total # Deposit Refunds~7	\$ 229.10

Reserve Account Expenditures	\$ -
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Contingency Account Expenditures	
Doe Run-Ekron Road	\$ -
Hwy 1638	
US 60	\$ -
Copier	
Debt Service	\$ 3,300.00
Litigation	\$ -
TOTAL Contingency Account	\$ 3,300.00

Otter Creek Payment	\$ 2,902.36
Doe Valley Payment	\$ 15,189.00
Fort Knox Payment	\$ 155.07
Meter Fees	\$ 5,150.00
Water Station	\$ 888.00

Total No. of Customers 3383

Revenue Account

Sale of Water, Hook-ups, Service Charges
\$137,521.19

O&M Account

Payroll, vehicle repairs, line repairs, buying of water, Debt service, Capital Improvement
\$100,000

Deposit Account

Used to pay refunds on deposits customers made.

0
Current balance:
\$48,804.44

Reserve Account

This account is Required by Rural Development. It must have a balance of at least \$31,200.
Current balance:
\$32,980.22

Contingency Account

Used for purchase of tools, purchasing of large items (e.g. cars, trucks, dump trucks etc)

\$12,000

Debt Service

Used to pay on current loans

\$15,700

\$3,300



January 2006

O & M Account Expenditures	
Administrative Cost (O & M)	
Employee Insurance	\$324.04
Mileage	
Unemployment	
Commissioner's Pay	\$ 1,328.74
Advertisement	
FICA	\$ 7,139.04
Legal Fees	
Debt Service Account	
Health Insurance	\$ 3,737.44
KY Retirement	\$ 4,312.99
KRWA Dues	
Office Personnel Salaries	\$ 7,411.61
MC Fiscal Court Interest	\$ 2,408.05
Workers Compensation Ins	
Reserve Account	
Taxes - Sales	\$ 266.29
Taxes - Sales W/H	\$ 1,384.29
Training	\$ 749.64
Exterminating	\$ 40.00
Telephone	\$ 588.23
Utility Tax	\$ 3,143.54
All - Line Liability Insurance	

Total Administrative Cost \$ 32,833.90

Maintenance Cost (O & M)	
Tank Repairs	
Copier Maintenance	
Computer Maintenance	
Gravel / Rock	
Equipment Repairs	
Line Maintenance	\$ 1,057.57
Building Repairs / Maintenance	
Vehicles Repairs / Parts	\$ 547.85
Elizabethtown Gas	\$ 179.57
Water / Sewer / Garbage	\$ 40.53
Meter Setting Material	\$ 6,254.13
Meter Repairs / Testing	
Testing Supplies	

Total Maintenance Cost \$ 8,079.65

Accounts

Revenue Account	
Previous Balance	\$ 530,350.07
Deposits	\$ 130,995.93
Interest	\$ 1,299.77
Total	\$ 662,645.77
Disbursements	\$ 124,400.00
Current Balance	\$ 538,245.77

O & M Account	
Previous Balance	\$ 14,621.12
Deposits	\$ 100,000.00
Interest	\$ 103.61
Total	\$ 114,724.73
Disbursements	\$ 90,526.58
Current Balance	\$ 24,198.15

Debt Service	
Previous Balance	\$ 94,690.65
Deposits	\$ 15,700.00
Interest	\$ 224.34
Total	\$ 110,614.99
Disbursements	\$ 6,397.35
Current Balance	\$ 104,217.64

Contingency Account	
Previous Balance	\$ 52,520.64
Deposits	\$ 68,544.00
Interest	\$ 163.40
Total	\$ 121,228.04
Disbursements	\$ 3,300.00
Current Balance	\$ 117,928.04

Deposit Account	
Previous Balance	\$ 48,898.56
Deposits	
Interest	\$ 121.77
Total	\$ 49,020.33
Disbursements	\$ 275.65
Current Balance	\$ 48,744.68

Reserve Account	
Previous Balance	\$ 32,980.22
Deposits	
Interest	\$ 82.19
Total	\$ 33,062.41
Disbursements	
Current Balance	\$ 33,062.41

Revenue Account

Sale of Water, Hook-ups, Service Charges, etc.
\$130,995.93

O&M Account

Payroll, vehicle repairs, line repairs, buying of water, Debt service, Capital Improvement
\$100,000

Deposit Account

Used to pay refunds on deposits customers made.

\$ 0
Current balance:
\$48,650.56

Reserve Account

This account is Required by Rural Development. It must have a balance of at least \$31,200.

Current balance:
\$33,062.41

Contingency Account

Used for in-house projects, purchasing of large items (e.g. cars, trucks, dump trucks, etc)

\$12,000
Current balance:
\$117,928.04*

Debt Service

Used to pay on current loans

\$15,700
Current balance:
\$104,217.64

*Includes \$56,544.00 loan for Backhoe

February 2006

O & M Account Expenditures	
Administrative Cost (O & M)	
Employee Insurance	\$324.04
Mileage	\$ -
Unemployment	\$ -
Commissioner's Pay	\$ 1,328.74
Advertisement	
FICA	\$ 8,509.06
Legal Fees	\$ -
Debt Service Account	\$ -
Health Insurance	\$ 3,737.44
KY Retirement	\$ 4,167.38
KRWA Dues	\$ -
Office Personnel Salaries	\$ 6,577.92
MC Fiscal Court Interest	\$ 2,408.05
Workers Compensation Ins	
Reserve Account	\$ -
Taxes - Sales	\$ 258.76
Taxes - Sales W/H	\$ 1,344.91
Training	\$ 1,216.15
Exterminating	\$ 40.00
Telephone	\$ 1,047.16
Utility Tax	\$ 3,051.81
All - Line Liability Insurance	\$ 514.00

Total Administrative Cost \$ **34,525.42**

Maintenance Cost (O & M)	
Tank Repairs	\$ 1,790.00
Copier Maintenance	\$ -
Computer Maintenance	\$ 1,410.00
Gravel / Rock	\$ 181.13
Equipment Repairs	\$ 1,449.41
Line Maintenance	\$ 627.80
Building Repairs / Maintenance	\$ -
Vehicles Repairs / Parts	\$ 172.15
Elizabethtown Gas	\$ 180.04
Water / Sewer / Garbage	\$ 53.57
Meter Setting Material	\$ 4,229.37
Meter Repairs / Testing	
Testing Supplies	\$ -

Total Maintenance Cost \$ **10,093.47**

Accounts	
Revenue Account	
Previous Balance	\$ 538,245.77
Deposits	\$ 141,910.48
Interest	\$ 1,659.28
Total	\$ 681,815.53
Disbursements	\$ (134,400.00)
Current Balance	\$ 547,415.53

O & M Account	
Previous Balance	\$ 24,198.15
Deposits	\$ 100,000.00
Interest	\$ 174.18
Total	\$ 124,372.33
Disbursements	\$ (97,164.78)
Current Balance	\$ 27,207.55

Debt Service	
Previous Balance	\$ 104,242.18
Deposits	\$ 15,700.00
Interest	\$ 310.88
Total	\$ 120,253.06
Disbursements	\$ (6,047.35)
Current Balance	\$ 114,205.71

Previous Balance	\$ 117,928.04
Deposits	\$ 22,000.00
Interest	\$ 369.02
Total	\$ 140,297.06
Disbursements	\$ (60,248.50)
Current Balance	\$ 80,048.56

Deposit Account	
Previous Balance	\$ 48,650.56
Deposits	\$ 24.31
Interest	\$ 155.09
Total	\$ 48,829.96
Disbursements	\$ (465.45)
Current Balance	\$ 48,364.51

Reserve Account	
Previous Balance	\$ 33,062.41
Deposits	\$ -
Interest	\$ 105.26
Total	\$ 33,167.67
Disbursements	\$ -
Current Balance	\$ 33,167.67

O & M Expenditures Continued

Operations Cost (O & M)	
Cleaning	\$ 160.00
Billing / Postage	\$ 1,016.39
Hook - Up Refunds	\$ -
Communications	
Electricity	\$ 1,843.68
Equipment Rental	\$ 105.23
Field Personnel Salaries	\$ 12,708.33
Gas / Oil	\$ 2,281.97
Chemicals	\$ -
Compressor Supplies	\$ -
Operating Expenses	\$ 313.66
Safety Equipment	\$ -
Tools	\$ -
Engineering Fees	\$ -
Uniforms	\$ 604.08
H2O Brandenburg	\$ 8,710.10
H2O Hardin County	\$ 22,535.73
Water Testing	\$ 219.00
Miscellaneous	\$ 103.71
Pump Repairs	
Office Supplies	\$ 900.01
PSC Assessment	\$ -
Total Operations Cost	\$ 51,501.89

Capital Improvements Cost	
Line Extensions	\$ -
Building / Fencing	\$ -
Contingency Account	\$ -
Computer Equipment / Software	\$ -
Pressure Recorder	\$ -
Office Equipment	\$ -
Shop Appliance	\$ -
New Equipment	
Phase VI Easements~86	\$ 1,044.00
Total Capital Improvement	\$ 1,044.00

TOTAL O & M DISBURSEMENTS \$ 97,164.78

Accounts Continued

Debt Service Expenditures	
KIA Fund C Loan B'town/P'ville	\$ 999.58
KRWA Finance	\$ 3,836.94
KACOLT Building Loan	\$ 1,210.83
KACOLT~Line Extensions	\$ -
Rural Development-Start Up	\$ -
KIA Fund F Loan-Phase V	\$ -
Total Debt Services	\$ 6,047.35

Deposit Account Expenditures	
Total # Deposits Refunds~17	\$ 465.45

Reserve Account Expenditures	\$ -
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	\$ -
2006 Case Backhoe	\$ 56,544.00
Debt Service	\$ 3,300.00
Litigation	\$ 404.50
	\$ 60,248.50

Otter Creek Payment	\$ 1,199.68
Doe Valley Payment	\$ 13,689.00
Fort Knox Payment	\$ -
Meter Fees	\$ 9,100.00
Water Station	\$ 909.50

Total No. of Customers	3402
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Revenue Account

Sale of Water, Hook-ups, Service Charges, etc.

\$141,910.48

O&M Account

Payroll, vehicle repairs, line repairs, buying of water, Debt service, Capital Improvement

\$100,000

Deposit Account

Used to pay refunds on deposits customers made.

\$ 24.31

Current balance:
\$48,364.51

Reserve Account

This account is Required by Rural Development. It must have a balance of at least \$31,200.

Current balance:
\$33,167.67

Contingency Account

Used for in house projects, purchasing of large items, repairs, trucks, etc.

\$22,000

Current balance:
\$80,048.56

Debt Service

Used to pay on current loans

\$15,700

Current balance:
\$114,205.71

March 2006

O & M Account Expenditures	
Administrative Cost (O & M)	
Employee Insurance	\$324.04
Mileage	\$ -
Unemployment	\$ 2,162.11
Commissioner's Pay	\$ 1,328.74
Advertisement	\$ 63.00
FICA	\$ 7,088.73
Legal Fees	\$ -
Debt Service Account	\$ -
Health Insurance	\$ 3,737.44
KY Retirement	\$ 4,021.00
KRWA Dues	\$ -
Office Personnel Salaries	\$ 6,445.03
MC Fiscal Court Interest	\$ 2,408.05
Workers Compensation Ins	
Reserve Account	\$ -
Taxes - Sales	\$ 229.19
Taxes - Sales W/H	\$ 1,285.32
Training	\$ 891.77
Exterminating	\$ 40.00
Telephone	\$ 553.97
Utility Tax	\$ 2,947.11
All - Line Liability Insurance	\$ 139.06

Total Administrative Cost **\$ 33,664.56**

Maintenance Cost (O & M)	
Tank Repairs	\$ -
Copier Maintenance	\$ -
Computer Maintenance	\$ -
Gravel / Rock	\$ 59.10
Equipment Repairs	\$ 296.42
Line Maintenance	\$ 4,206.78
Building Repairs / Maintenance	\$ -
Vehicles Repairs / Parts	\$ 546.77
Elizabethtown Gas	\$ 136.11
Water / Sewer / Garbage	\$ 40.53
Meter Setting Material	\$ 20,486.43
Meter Repairs / Testing	
Surface Repairs	\$ 141.00

Total Maintenance Cost **\$ 25,913.14**

Accounts

Revenue Account	
Previous Balance	\$ 547,415.53
Deposits	\$ 126,882.44
Interest	\$ 1,554.01
Total	\$ 675,851.98
Disbursements	\$ (134,545.91)
Current Balance	\$ 541,306.07

O & M Account	
Previous Balance	\$ 27,207.55
Deposits	\$ 100,000.00
Interest	\$ 120.17
Total	\$ 127,327.72
Disbursements	\$ (113,144.01)
Current Balance	\$ 14,183.71

Debt Service	
Previous Balance	\$ 114,205.71
Deposits	\$ 15,700.00
Interest	\$ 326.71
Total	\$ 130,232.42
Disbursements	\$ (6,047.35)
Current Balance	\$ 124,185.07

Previous Balance	\$ 80,048.56
Deposits	\$ 32,600.00
Interest	\$ 245.19
Total	\$ 112,893.75
Disbursements	\$ (19,100.00)
Current Balance	\$ 93,793.75

Deposit Account	
Previous Balance	\$ 48,364.51
Deposits	\$ -
Interest	\$ 144.44
Total	\$ 48,508.95
Disbursements	\$ (420.45)
Current Balance	\$ 48,088.50

Reserve Account	
Previous Balance	\$ 33,167.67
Deposits	\$ -
Interest	\$ 98.78
Total	\$ 33,266.45
Disbursements	\$ -
Current Balance	\$ 33,266.45

Revenue Account

Sale of Water, Hook-ups, Service Charges, etc.
\$126,882.44

O&M Account

Payroll, vehicle repairs, line repairs, buying of water, Debt service, Capital Improvement
\$100,000

Deposit Account

Used to pay refunds on deposits customers made.

Current balance:
\$48,088.50

Reserve Account

This account is Required by Rural Development. It must have a balance of at least \$31,200.

Current balance:
\$33,266.45

Debt Service

Used to pay on current loans

\$15,700
Current balance:
\$124,185.07

Contingency Account

Used for unforeseen items such as:
leaks, burst pipes, large items (cars, trucks, dump trucks, etc.)

\$92,600
Current balance:
\$93,793.75

April 2006

O & M Account Expenditures	
Administrative Cost (O & M)	
Employee Insurance	\$324.04
Mileage	\$ -
Unemployment	\$ 0.01
Commissioner's Pay	\$ 1,328.74
Advertisement	\$ 56.00
FICA	\$ 7,048.82
Legal Fees	\$ -
Debt Service Account	\$ -
Health Insurance	\$ 3,737.44
KY Retirement	\$ 4,026.48
KRWA Dues	\$ -
Office Personnel Salaries	\$ 8,270.33
MC Fiscal Court Interest	\$ 2,408.05
Workers Compensation Ins	
CCR-Preparation & Expenses	\$ 3,423.19
Taxes - Sales	\$ 216.79
Taxes - Sales W/H	\$ 1,314.14
Training	\$ 90.00
Exterminating	\$ 40.00
Telephone	\$ 841.29
Utility Tax	\$ 4,752.52
All - Line Liability Insurance	\$ 71.38

Total Administrative Cost **\$ 37,949.22**

Maintenance Cost (O & M)	
Tank Repairs	\$ -
Copier Maintenance	\$ -
Computer Maintenance	\$ -
Gravel / Rock	
Equipment Repairs	\$ 320.23
Line Maintenance	\$ 683.32
Building Repairs / Maintenance	\$ 240.26
Vehicles Repairs / Parts	\$ 669.73
Elizabethtown Gas	\$ 41.01
Water / Sewer / Garbage	\$ 64.20
Meter Setting Material	\$ 6,435.32
Meter Repairs / Testing	
Surface Repairs	

Total Maintenance Cost **\$ 8,454.07**

Accounts

Revenue Account	
Previous Balance	\$ 541,306.07
Deposits	\$ 127,426.08
Interest	\$ 1,691.62
Total	\$ 670,423.77
Disbursements	\$ (134,400.00)
Current Balance	\$ 536,023.77

O & M Account	
Previous Balance	\$ 14,183.71
Deposits	\$ 100,000.00
Interest	\$ 161.11
Total	\$ 114,344.82
Disbursements	\$ (103,276.48)
Current Balance	\$ 11,068.34

Debt Service	
Previous Balance	\$ 124,185.07
Deposits	\$ 15,700.00
Interest	\$ 378.30
Total	\$ 140,263.37
Disbursements	\$ (19,724.66)
Current Balance	\$ 120,538.71

Previous Balance	\$ 93,793.75
Deposits	\$ 22,260.00
Interest	\$ 299.78
Total	\$ 116,353.53
Disbursements	\$ (8,181.45)
Current Balance	\$ 108,172.08

Deposit Account	
Previous Balance	\$ 48,088.50
Deposits	\$ 11.47
Interest	\$ 158.38
Total	\$ 48,258.35
Disbursements	\$ (366.32)
Current Balance	\$ 47,892.03

Reserve Account	
Previous Balance	\$ 33,266.45
Deposits	\$ -
Interest	\$ 109.33
Total	\$ 33,375.78
Disbursements	\$ -
Current Balance	\$ 33,375.78

O & M Expenditures Continued

Operations Cost (O & M)	
Cleaning	\$ 150.00
Billing / Postage	\$ 2,930.70
Hook - Up Refunds	\$ -
Communications	
Electricity	\$ 1,779.28
Equipment Rental	
Field Personnel Salaries	\$ 15,783.71
Gas / Oil	\$ 2,155.50
Computer Service Agreement	
Compressor Supplies	\$ -
Operating Expenses	\$ 2,775.24
Safety Equipment	\$ -
Tools	\$ -
Engineering Fees	\$ -
Uniforms	\$ 1,158.82
H2O Brandenburg	\$ 8,894.10
H2O Hardin County	\$ 19,284.52
Water Testing	\$ 251.00
Miscellaneous	\$ 294.09
Pump Repairs	
Office Supplies	\$ 959.04
PSC Assessment	\$ -
Total Operations Cost	\$ 56,416.00

Capital Improvements Cost	
Line Extensions	\$ -
Building / Fencing	\$ -
Contingency Account	\$ -
Computer Equipment / Software	\$ -
Pressure Recorder	\$ -
Office Equipment	\$ 456.19
Shop Appliance	\$ -
New Equipment	
Phase VI Easements~4	
Total Capital Improvement	\$ 456.19

TOTAL O & M DISBURSEMENTS: \$ 103,276.48

Accounts Continued

Debt Service Expenditures	
KIA Fund C Loan B'town/P'ville	\$ 999.58
KRWA Finance	\$ 3,836.94
KACOLT Building Loan	\$ 1,210.83
KACOLT-Line Extensions	\$ -
Rural Development-Start Up	\$ -
KIA Fund F Loan-Phase V	\$ 13,677.31
Total Debt Services	\$ 19,724.66

Deposit Account Expenditures	
Total # Deposit Refunds-#13	\$ 366.32

Reserve Account Expenditures	\$ -
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	\$ -
Lawn Mower	\$ 518.50
Rotor Tiller	\$ 825.00
Drive-Thru Envelope Disp	\$ 661.95
Debt Service	\$ 3,300.00
Repairs to GMC Dump Truck	\$ 131.00
Seal Office Parking Lot	\$ 2,145.00
Lava Rock/Landscaping	\$ 340.00
Windshield~2000 Ranger	\$ 260.00
	\$ 8,181.45

Offer Creek Payment	\$ 4,136.94
Doe Valley Payment	\$ 15,567.00
Fort Knox Payment	\$ 250.53
Meter Fees	\$ 5,000.00
Water Station	\$ 1,295.25

Total No. of Customers	3448
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Revenue Account

Sale of Water, Hook-ups, Service Charges, etc.
\$127,426.08

O&M Account

Payroll, vehicle repairs, line repairs, buying of water, Debt service, Capital Improvement
\$100,000

Deposit Account

Used to pay refunds on deposits customers made.

Current balance:
\$47,892.03

Reserve Account

This account is Required by Rural Development. It must have a balance of at least \$31,200.

Current balance:
\$33,375.78

Debt Service

Used to pay on current loans

\$15,700

Current balance:
\$120,538.71

Contingency Account

Used for in-house projects: purchasing of large items, \$10,000 a month toward new Stop

\$22,260

Current balance
\$108,172.08

May 2006

O & M Account Expenditures	
Administrative Cost (O & M)	
Employee Insurance	\$324.04
Accountant Fee--Audits	\$ 5,000.00
Unemployment	
Commissioner's Pay	\$ 1,328.74
Advertisement	\$ 483.00
FICA	\$ 8,783.47
Legal Fees	
Debt Service Account	
Health Insurance	\$ 3,109.30
KY Retirement	\$ 5,158.93
KRWA Dues	
Office Personnel Salaries	\$ 6,557.15
MC Fiscal Court Interest	\$ 2,408.05
Workers Compensation Ins	
Reserve Account	
Taxes - Sales	\$ 235.60
Taxes - Sales W/H	\$ 1,636.14
Training	\$ 549.88
Exterminating	\$ 40.00
Telephone	\$ 818.51
Utility Tax	\$ 3,199.92
All - Line Liability Insurance	\$981.51

Total Administrative Cost	\$ 40,614.24
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Maintenance Cost (O & M)	
Tank Repairs	
Copier Maintenance	
Computer Maintenance	
Gravel / Rock	\$ 196.86
Equipment Repairs	\$ 83.32
Line Maintenance	\$ 1,508.33
Building Repairs / Maintenance	
Vehicles Repairs / Parts	\$ 762.29
Elizabethtown Gas	\$ 36.84
Water / Sewer / Garbage	\$ 76.80
Meter Setting Material	\$ 14,687.70
Meter Repairs / Testing	
Testing Supplies	

Total Maintenance Cost	\$ 17,352.14
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Accounts

Revenue Account	
Previous Balance	\$ 536,023.77
Deposits	\$ 136,186.37
Interest	\$ 1,555.33
Total	\$ 673,765.47
Disbursements	\$ (149,589.51)
Current Balance	\$ 524,175.96

O & M Account	
Previous Balance	\$ 11,068.34
Deposits	\$ 115,000.00
Interest	\$ 91.40
Total	\$ 126,159.74
Disbursements	\$ (115,284.56)
Current Balance	\$ 10,875.18

Debt Service	
Previous Balance	\$ 120,538.71
Deposits	\$ 15,700.00
Interest	\$ 363.43
Total	\$ 136,602.14
Disbursements	\$ (6,047.35)
Current Balance	\$ 130,554.79

Contingency Account	
Previous Balance	\$ 108,172.08
Deposits	\$ 22,000.00
Interest	\$ 338.92
Total	\$ 130,511.00
Disbursements	\$ (12,019.62)
Current Balance	\$ 118,491.38

Deposit Account	
Previous Balance	\$ 47,892.03
Deposits	
Interest	\$ 147.82
Total	\$ 48,039.85
Disbursements	\$ (383.55)
Current Balance	\$ 47,656.30

Reserve Account	
Previous Balance	\$ 33,375.78
Deposits	
Interest	\$ 102.83
Total	\$ 33,478.61
Disbursements	
Current Balance	\$ 33,478.61

O & M Expenditures Continued

Operations Cost (O & M)	
Cleaning	\$ 100.00
Billing / Postage	\$ 754.28
Hook - Up Refunds	
Communications	\$ 462.00
Electricity	\$ 1,488.38
Equipment Rental	
Field Personnel Salaries	\$ 13,498.86
Gas / Oil	\$ 2,839.42
Chemicals	
Compressor Supplies	
Operating Expenses	\$ 506.14
Safety Equipment	\$ 477.87
Tools	
Engineering Fees	
Uniforms	\$ 629.79
H2O Brandenburg	\$ 9,124.10
H2O Hardin County	\$ 22,329.44
Water Testing	\$ 203.00
Miscellaneous	\$ 59.15
Pump Repairs	
Office Supplies	\$ 1,156.67
PSC Assessment	
Total Operations Cost	\$ 53,629.10

Capital Improvements Cost	
Line Extensions	\$ -
Building / Fencing	\$ -
Contingency Account	\$ -
Computer Equipment / Software	\$ 927.50
Pressure Recorder	\$ -
Office Equipment	\$ -
Phase VI Expenses	\$ 2,761.58
New Equipment	
Total Capital Improvement	\$ 3,689.08

TOTAL O & M DISBURSEMENTS:	\$ 115,284.56
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Accounts Continued

Debt Service Expenditures	
KIA Fund C Loan B'town/P'ville	\$ 999.58
KRWA Finance	\$ 3,836.94
KACOLT Building Loan	\$ 1,210.83
KRWA Finance~annual fee	
Rural Development-Start Up	
KIA Fund F Loan-Phase V	
Total Debt Services	\$ 6,047.35

Deposit Account Expenditures	
Total # Deposit Refunds~10	\$ 383.55

Reserve Account Expenditures	\$ -
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Contingency Account Expenditures	
KIA~Admin Fees Phase VI	\$ 3,176.00
Hwy 1638	\$ 825.00
Backhoe Repair	\$ 120.00
Letters for Flaherty Shop	\$ 223.72
Debt Service	\$ 3,300.00
Litigation	\$ 60.00
2~Laptop Computers/Cases	\$ 4,314.90
TOTAL Contingency Account	\$ 12,019.62

Otter Creek Payment	\$ 2,780.13
Doe Valley Payment	\$ 18,067.50
Fort Knox Payment	\$ 569.69
Meter Fees	\$ 8,250.00
Water Station	\$ 1,392.75

Total No. of Customers	3465
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Revenue Account

Sale of Water, Hook-ups, Service Charges, etc.
\$136,186.37

O&M Account

Payroll, vehicle repairs, line repairs, buying of water, Debt service, Capital Improvement
\$115,000.00

Deposit Account

Used to pay refunds on deposits customers made.

Current balance:
\$47,892.03

Reserve Account

This account is Required by Rural Development. It must have a balance of at least \$31,200.

Current balance:
\$33,478.61

Contingency Account

Used for in-house projects: purchasing of large items, \$10,000/a month toward new shop

\$22,000.00

Current balance
\$118,491.38

Debt Service

Used to pay on current loans

\$15,700.00

Current balance:
\$130,554.79

June 2006

O & M Account Expenditures	
Administrative Cost (O & M)	
Employee Insurance	\$324.04
Mileage	\$ -
Unemployment	\$ 611.36
Commissioner's Pay	\$ 1,328.74
Advertisement	
FICA	\$ 7,265.13
Legal Fees	\$ -
Debt Service Account	\$ -
Health Insurance	\$ 4,362.29
KY Retirement	\$ 4,184.59
KRWA Dues	\$ -
Office Personnel Salaries	\$ 8,299.56
MC Fiscal Court Interest	\$ 2,408.05
Workers Compensation Ins	
Reserve Account	\$ -
Taxes - Sales	\$ 253.95
Taxes - Sales W/H	\$ 1,362.69
Training	\$ 15.58
Exterminating	\$ 40.00
Telephone	\$ 825.37
Utility Tax	\$ 3,614.37
All - Line Liability Insurance	\$ 8,762.88

Total Administrative Cost \$ 43,658.60

Maintenance Cost (O & M)	
Tank Repairs	
Copier Maintenance	\$ -
Computer Maintenance	\$ 1,142.50
Gravel / Rock	
Equipment Repairs	\$ 289.37
Line Maintenance	\$ 1,599.10
Building Repairs / Maintenance	\$ -
Vehicles Repairs / Parts	\$ 403.67
Elizabethtown Gas	\$ 6.18
Water / Sewer / Garbage	\$ 63.36
Meter Setting Material	\$ 14,650.54
Meter Repairs / Testing	
Testing Supplies	\$ -

Total Maintenance Cost \$ 18,154.72

Accounts

Revenue Account	
Previous Balance	\$ 535,839.77
Deposits	\$ 155,308.21
Interest	\$ 1,577.84
Total	\$ 692,725.82
Disbursements	\$ (174,722.75)
Current Balance	\$ 518,003.07

O & M Account	
Previous Balance	\$ 10,875.18
Deposits	\$ 140,000.00
Interest	\$ 140.87
Total	\$ 151,016.05
Disbursements	\$ (136,774.40)
Current Balance	\$ 14,241.65

Debt Service	
Previous Balance	\$ 130,554.79
Deposits	\$ 15,700.00
Interest	\$ 378.58
Total	\$ 146,633.37
Disbursements	\$ (15,287.15)
Current Balance	\$ 131,346.22

Contingency Account	
Previous Balance	\$ 118,491.38
Deposits	\$ 22,000.00
Interest	\$ 370.64
Total	\$ 140,862.02
Disbursements	\$ (11,574.89)
Current Balance	\$ 129,287.13

Deposit Account	
Previous Balance	\$ 47,656.30
Deposits	
Interest	\$ 152.29
Total	\$ 47,808.59
Disbursements	\$ (432.23)
Current Balance	\$ 47,376.36

Reserve Account	
Previous Balance	\$ 33,478.61
Deposits	\$ -
Interest	\$ 106.58
Total	\$ 33,585.19
Disbursements	\$ -
Current Balance	\$ 33,585.19

Revenue Account

Sale of Water, Hook-ups, Service Charges, etc.

\$155,308.21

\$140,000

O&M Account

Payroll, vehicle repairs, line repairs, buying of water, Debt service, Capital Improvement

\$140,000.00

Current balance:

\$14,241.65

Deposit Account

Used to pay refunds on deposits customers made.

Current balance:

\$47,376.36

Reserve Account

This account is Required by Rural Development. It must have a balance of at least \$31,200.

Current balance:

\$33,585.19

\$22,000

\$12,400

Debt Service

Used to pay on current loans

\$15,700.00

Current balance:

\$131,346.22

Contingency Account

Used for in-house projects, purchasing of large items, \$10,000 a month toward new stop

\$22,000.00

Current balance:

\$129,287.13

July 2006

O & M Account Expenditures	
Administrative Cost (O & M)	
Employee Insurance	\$324.04
Mileage	\$ -
Unemployment	\$ -
Commissioner's Pay	\$ 1,328.74
Advertisement	
FICA	\$ 7,232.71
Legal Fees	\$ -
Debt Service Account	\$ -
Health Insurance	\$ 4,362.29
KY Retirement	\$ 6,145.74
KRWA Dues	\$ -
Office Personnel Salaries	\$ 7,150.15
MC Fiscal Court Interest	\$ 2,408.05
Workers Compensation Ins	
Reserve Account	\$ -
Taxes - Sales	\$ 288.98
Taxes - Sales W/H	\$ 1,742.43
Training	\$ 600.25
Exterminating	\$ 40.00
Telephone	\$ 913.82
Utility Tax	\$ 4,065.54
All - Line Liability Insurance	

Total Administrative Cost	\$36,602.74
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Maintenance Cost (O & M)	
Tank Repairs	
Copier Maintenance	\$ -
Computer Maintenance	
Gravel / Rock	\$ 293.64
Equipment Repairs	
Line Maintenance	\$ 2,953.94
Building Repairs / Maintenance	\$ -
Vehicles Repairs / Parts	\$ 260.49
Elizabethtown Gas	\$ 6.18
Water / Sewer / Garbage	\$ 63.36
Meter Setting Material	\$ 11,331.11
Meter Repairs / Testing	
Testing Supplies	\$ -

Total Maintenance Cost	\$14,908.72
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Accounts

Revenue Account	
Previous Balance	\$ 518,003.07
Deposits	\$ 164,676.20
Interest	\$ 1,656.67
Total	\$ 684,335.94
Disbursements	\$ (144,900.00)
Current Balance	\$ 539,435.94

O & M Account	
Previous Balance	\$ 14,241.65
Deposits	\$ 110,000.00
Interest	\$ 69.80
Total	\$ 124,311.45
Disbursements	\$ (109,006.10)
Current Balance	\$ 15,305.35

Debt Service	
Previous Balance	\$ 131,346.22
Deposits	\$ 15,700.00
Interest	\$ 400.94
Total	\$ 147,447.16
Disbursements	\$ (6,037.15)
Current Balance	\$ 141,410.01

Contingency Account	
Previous Balance	\$ 129,287.13
Deposits	\$ 22,000.00
Interest	\$ 387.72
Total	\$ 151,674.85
Disbursements	\$ (20,927.99)
Current Balance	\$ 130,746.86

Deposit Account	
Previous Balance	\$ 47,376.36
Deposits	\$ 33.37
Interest	\$ 151.09
Total	\$ 47,560.82
Disbursements	\$ (617.29)
Current Balance	\$ 46,943.53

Reserve Account	
Previous Balance	\$ 33,585.19
Deposits	\$ -
Interest	\$ 106.92
Total	\$ 33,692.11
Disbursements	\$ -
Current Balance	\$ 33,692.11

O & M Expenditures Continued

Operations Cost (O & M)	
Cleaning	\$ 150.00
Billing / Postage	\$ 1,701.08
Hook - Up Refunds	\$ -
Communications	
Electricity	\$ 1,205.26
Equipment Rental	
Field Personnel Salaries	\$ 13,469.93
Gas / Oil	\$ 3,067.50
Chemicals	\$ -
Compressor Supplies	\$ -
Operating Expenses	\$ 514.30
Safety Equipment	\$ -
Tools	\$ 799.25
Engineering Fees	\$ -
Uniforms	\$ 603.38
H2O Brandenburg	\$ 5,592.45
H2O Hardin County	\$ 27,892.93
Water Testing	\$ 405.00
Miscellaneous	\$ 266.54
Pump Repairs	
Office Supplies	\$ 448.54
PSC Assessment	\$ -
Total Operations Cost	\$56,116.16

Capital Improvements Cost	
Line Extensions	\$ -
Building / Fencing	\$ -
Contingency Account	\$ -
Computer Equipment / Software	\$ 1,378.48
Pressure Recorder	\$ -
Office Equipment	\$ -
Shop Appliance	\$ -
New Equipment	

Total Capital Improvement	\$1,378.48
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TOTAL O & M DISBURSEMENTS:	\$ 109,006.10
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Accounts Continued

Debt Service Expenditures	
KIA Fund C Loan B'town/P'ville	\$ 989.38
KRWA Finance	\$ 3,836.94
KACOLT Building Loan	\$ 1,210.83
KACOLT~Line Extensions	\$ -
Rural Development-Start Up	\$ -
KIA Fund F Loan-Phase V	\$ -
Total Debt Services	\$ 6,037.15

Deposit Account Expenditures	
Total # Deposit Refunds~16	\$ 617.29

Reserve Account Expenditures	\$ -
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Contingency Account Expenditures	
	\$ -
HCWD#1~Hwy 1600 Telemetry	\$ 13,500.00
Debt Service	\$ 3,300.00
Quest Eng~Phase VI Design	\$ 4,127.99
TOTAL Contingency Account	\$ 20,927.99

Otter Creek Payment	\$ 3,687.36
Doe Valley Payment	\$ 16,572.00
Fort Knox Payment	\$ -
Meter Fees	\$ 10,550.00
Water Station	\$ 953.50

Total No. of Customers	3495
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Revenue Account

Sale of Water, Hook-ups, Service Charges, etc.
\$164,676.20

\$110,000

O&M Account

Payroll, vehicle repairs, line repairs, buying of water, Debt service, Capital Improvement

\$110,000.00

Current balance:

\$15,305.35

\$22,000

Deposit Account

Used to pay refunds on deposits customers made.

Current balance:

\$46,943.53

Reserve Account

This account is Required by Rural Development. It must have a balance of at least \$31,200.

Current balance:

\$33,692.11

\$12,400

Debt Service

Used to pay on current loans

\$15,700.00

Current balance:

\$141,410.01

Contingency Account

Used for in-house projects, purchasing of large items, \$10,000 a month toward new Shop

\$22,000.00

Current balance:

\$130,746.86

August 2006

O & M Account Expenditures	
Administrative Cost (O & M)	
Employee Insurance	\$324.04
Mileage	\$ -
Unemployment	\$ -
Commissioner's Pay	\$ 1,328.74
Advertisement	
FICA	\$ 9,386.71
Legal Fees	\$ -
Debt Service Account	\$ -
Health Insurance	\$ 4,990.43
KY Retirement	\$ 4,815.19
KRWA Dues	\$ -
Office Personnel Salaries	\$ 6,500.70
MC Fiscal Court Interest	\$ 2,408.05
Workers Compensation Ins	
Reserve Account	\$ -
Taxes - Sales	\$ 281.43
Taxes - Sales W/H	\$ 1,386.93
Training	\$ 1,559.16
Exterminating	\$ 40.00
Telephone	\$ 807.25
Utility Tax	\$ 3,570.07
All - Line Liability Insurance	

Total Administrative Cost \$ 37,398.70

Maintenance Cost (O & M)	
Tank Repairs	
Copier Maintenance	\$ -
Computer Maintenance	
Gravel / Rock	\$ 61.12
Equipment Repairs	
Line Maintenance	\$ 3,550.90
Building Repairs / Maintenance	\$ -
Vehicles Repairs / Parts	\$ 891.91
Elizabethtown Gas	\$ 6.18
Water / Sewer / Garbage	\$ 77.86
Meter Setting Material	\$ 18,144.03
Meter Repairs / Testing	
Testing Supplies	\$ -

Total Maintenance Cost \$ 22,732.00

Accounts

Revenue Account	
Previous Balance	\$ 539,435.94
Deposits	\$ 145,482.60
Interest	\$ 1,494.64
Total	\$ 686,413.18
Disbursements	\$ (197,400.00)
Current Balance	\$ 489,013.18

O & M Account	
Previous Balance	\$ 15,305.35
Deposits	\$ 140,000.00
Interest	\$ 177.08
Total	\$ 155,482.43
Disbursements	\$ (118,754.79)
Current Balance	\$ 36,727.64

Debt Service	
Previous Balance	\$ 141,410.01
Deposits	\$ 15,700.00
Interest	\$ 418.70
Total	\$ 157,528.71
Disbursements	\$ (6,037.15)
Current Balance	\$ 151,491.56

Contingency Account	
Previous Balance	\$ 130,746.86
Deposits	\$ 26,127.99
Interest	\$ 432.35
Total	\$ 157,307.20
Disbursements	\$ (16,575.00)
Current Balance	\$ 140,732.20

Deposit Account	
Previous Balance	\$ 46,943.53
Deposits	\$ 8,010.03
Interest	\$ 153.26
Total	\$ 55,106.82
Disbursements	\$ (572.41)
Current Balance	\$ 54,534.41

Reserve Account	
Previous Balance	\$ 33,692.11
Deposits	\$ -
Interest	\$ 103.80
Total	\$ 33,795.91
Disbursements	\$ -
Current Balance	\$ 33,795.91

O & M Expenditures Continued

Operations Cost (O & M)	
Cleaning	\$ 100.00
Billing / Postage	\$ 1,301.78
Hook - Up Refunds	\$ 100.00
Communications	\$ 462.00
Electricity	\$ 1,184.03
Equipment Rental	
Field Personnel Salaries	\$ 13,249.40
Gas / Oil	\$ 3,346.25
Chemicals	\$ -
Compressor Supplies	\$ -
Operating Expenses	\$ 1,910.19
Safety Equipment	\$ -
Tools	
Engineering Fees	\$ -
Uniforms	\$ 757.60
H2O Brandenburg	\$ 3,523.60
H2O Hardin County	\$ 30,888.51
Water Testing	\$ 330.00
Miscellaneous	\$ 39.27
Pump Repairs	\$ 682.65
Office Supplies	\$ 213.88
PSC Assessment	\$ -

Total Operations Cost	\$ 58,089.16
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Capital Improvements Cost	
Line Extensions	\$ -
Building / Fencing	\$ -
Contingency Account	\$ -
Computer Equipment / Software	\$ 174.69
Pressure Recorder	\$ -
Office Equipment	\$ -
Shelving~Records Room	\$ 360.24
New Equipment	
Phase VI Easements~86	

Total Capital Improvement	\$ 534.93
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TOTAL O & M DISBURSEMENTS:	\$ 118,754.79
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Accounts Continued

Debt Service Expenditures	
KIA Fund C Loan B'town/P'ville	\$ 989.38
KRWA Finance	\$ 3,836.94
KACOLT Building Loan	\$ 1,210.83
KACOLT~Line Extensions	\$ -
Rural Development-Start Up	\$ -
KIA Fund F Loan-Phase V	\$ -
Total Debt Services	\$ 6,037.15

Deposit Account Expenditures	
Total # Deposit Refunds~16	\$ 572.41

Reserve Account Expenditures	\$ -
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Contingency Account Expenditures	
HCWD #1~Sand Ridge Rd	\$ 13,250.00
Meters & Interconnect	
Debt Service	\$ 3,300.00
MC Atty~Retd Check	\$ 25.00
TOTAL Contingency Account	\$ 16,575.00

Otter Creek Payment	\$ 4,560.74
Doe Valley Payment	\$ 15,339.00
Fort Knox Payment	\$ 16.26
Meter Fees	\$ 5,100.00
Water Station	\$ 885.00

Total No. of Customers	3516
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Revenue Account

Sale of Water, Hook-ups, Service Charges, etc.
\$145,482.60

\$140,000

O&M Account

Payroll, vehicle repairs, line repairs, buying of water, Debt service, Capital Improvement

\$140,000.00
Current balance:
\$36,727.64

\$22,000

Deposit Account

Used to pay refunds on deposits customers made

\$8,000.00
Current balance:
\$54,534.41

Reserve Account

This account is Required by Rural Development. It must have a balance of at least \$31,200.

Current balance:
\$33,798.91

\$15,000

Debt Service

Used to pay on current loans

\$15,700.00

Current balance:
\$141,410.01

\$12,400

\$3,300

Contingency Account

Used for in-house projects purchasing of large items \$10,000 a month toward new shop

\$26,127.99

Current balance:
\$140,732.20

Loan on Backhoe

\$15,000
Balance: **\$17,500**

* \$4,127.99 from

Phase VI Account for reimbursement paid to Quest Engineers.

September 2006

Financial Report

Meade County Water District

OCTOBER 2006

Administrative Cost (O & M)	
Employee Insurance	\$324.04
Bank Lock Box	\$ 20.00
Unemployment	\$ 308.17
Commissioner's Pay	\$ 1,328.74
Advertisement	
FICA	\$ 6,951.32
Legal Fees	\$ -
Bank Error	\$ 0.04
Health Insurance	\$ 4,362.29
KY Retirement	\$ 4,711.05
KRWA Dues	\$ -
Office Personnel Salaries	\$ 8,533.17
MC Fiscal Court Interest	\$ 2,408.05
Workers Compensation Ins	
Reserve Account	\$ -
Taxes - Sales	\$ 314.39
Taxes - Sales W/H	\$ 1,335.37
Training	
Exterminating	\$ 40.00
Telephone	\$ 1,157.12
Utility Tax	\$ 3,491.44
All - Line Liability Insurance	

Total Administrative Cost \$ 35,285.19

Maintenance Cost (O & M)	
Tank Repairs	\$ 1,808.75
Copier Maintenance	\$ -
Computer Maintenance	
Gravel / Rock	\$ 128.73
Equipment Repairs	
Line Maintenance	\$ 3,259.28
Building Repairs / Maintenance	\$ 688.15
Vehicles Repairs / Parts	\$ 2,205.55
Elizabethtown Gas	
Water / Sewer / Garbage	\$ 63.76
Meter Setting Material	\$ 4,107.02
Surface Repairs	\$ 55.00
Testing Supplies	\$ -

Total Maintenance Cost \$ 12,318.24

Accounts

Previous Balance	\$ 489,013.18
Deposits	\$ 153,651.87
Interest	\$ 1,584.88
Total	\$ 644,229.93
Disbursements	\$ (134,400.00)
Current Balance	\$ 509,829.93

Previous Balance	\$ 36,727.64
Deposits	\$ 100,000.00
Interest	\$ 186.71
Total	\$ 136,914.35
Disbursements	\$ (103,760.90)
Current Balance	\$ 33,153.45

Previous Balance	\$ 151,491.56
Deposits	\$ 15,700.00
Interest	\$ 465.40
Total	\$ 167,656.96
Disbursements	\$ (8,037.15)
Current Balance	\$ 161,619.81

Previous Balance	\$ 140,732.20
Deposits	\$ 22,000.00
Interest	\$ 457.32
Total	\$ 163,189.52
Disbursements	\$ (5,020.29)
Current Balance	\$ 158,169.23

Previous Balance	\$ 54,534.41
Deposits	
Interest	\$ 173.97
Total	\$ 54,708.38
Disbursements	\$ (639.12)
Current Balance	\$ 54,069.26

Reserve Account	
Previous Balance	\$ 33,795.91
Deposits	\$ -
Interest	\$ 107.59
Total	\$ 33,903.50
Disbursements	\$ -
Current Balance	\$ 33,903.50

Financial Report

Meade County Water District

OCTOBER 2006



Accounts Continued

Operations Cost (O & M)	
Cleaning	\$ 150.00
Billing / Postage	\$ 785.03
Hook - Up Refunds	\$ -
Communications	
Electricity	\$ 975.32
Equipment Rental	\$ 147.00
Field Personnel Salaries	\$ 15,693.22
Gas / Oil	\$ 2,157.85
Chemicals	\$ -
Compressor Supplies	\$ -
Operating Expenses	\$ 1,121.48
Safety Equipment	\$ -
Tools	
Engineering Fees	\$ -
Uniforms	\$ 608.08
H2O Brandenburg	\$ 2,638.10
H2O Hardin County	\$ 31,004.16
Water Testing	\$ 405.00
Miscellaneous	\$ 81.06
Pump Repairs	\$ 79.99
Office Supplies	\$ 135.21
PSC Assessment	\$ -
Total Operations Cost	\$ 55,981.50

Debt Service Expenditures	
KIA Fund C Loan-Pville/Btown	\$ 989.38
KRWA Finance	\$ 3,836.94
KACOLT Building Loan	\$ 1,210.83
KACOLT-Line Extensions	\$ -
Rural Development-Start Up	\$ -
KIA Fund F Loan-Phase V	\$ -
Total Debt Service	\$ 6,037.15

Total # Deposit Refunds-16	\$ 639.12
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Reserve Account Expenditures	\$ -
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	\$ -
B-burg Fam. Med.-drug test	\$ 50.00
Insurance Audit	\$ 965.08
Debt Service	\$ 3,300.00
Diecks Block & Sup	\$ 280.60
Diebold-envelopes	\$ 193.90
MCHS-Ad	\$ 15.00
Christmas Cards	\$ 215.71
	\$ 5,020.29

Capital Improvements Cost	
Line Extensions	\$ -
Building / Fencing	\$ -
Contingency Account	\$ -
Computer Equipment / Software	\$ 161.97
Pressure Recorder	\$ -
Office Equipment	\$ -
Shop Appliance	\$ -
New Equipment	
Phase VI Easements	\$ 16.00
Total Capital Improvement	\$ 177.97

Otter Creek Payment	\$ 2,549.32
Doe Valley Payment	\$ 11,880.00
Fort Knox Payment	\$ 139.92
Meter Fees	\$ 4,700.00
Water Station	\$ 1,052.50

\$ 103,760.80

Total No. of Customers	3515
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Financial Report

Meade County Water District

NOVEMBER 2006

Administrative Cost (O & M)	
Employee Insurance	\$324.04
Document Shredding	\$ 427.00
Unemployment	
Commissioner's Pay	\$ 1,328.74
Advertisement	
FICA	\$ 9,260.30
Legal Fees	\$ 25.00
Flu Shots	\$ 240.00
Health Insurance	\$ 5,352.02
KY Retirement	\$ 5,929.51
KRWA Dues	\$ 1,025.00
Office Personnel Salaries	\$ 7,417.41
MC Fiscal Court Interest	\$ 2,408.05
Workers Compensation Ins	
Reserve Account	\$ -
Taxes - Sales	\$ 267.64
Taxes - Withholdings	\$ 1,634.41
Training	\$ 164.05
Exterminating	\$ 40.00
Telephone	\$ 827.63
Utility Tax	\$ 3,345.53
All - Line Liability Insurance	

Total Administrative Cost \$ 40,016.33

Maintenance Cost (O & M)	
Tank Repairs	
Copier Maintenance	\$ -
Computer Maintenance	\$ 154.01
Gravel / Rock	
Equipment Repairs	
Line Maintenance	\$ 1,744.71
Building Repairs / Maintenance	\$ 905.76
Vehicles Repairs / Parts	\$ 1,141.74
Elizabethtown Gas	\$ 75.51
Water / Sewer / Garbage	\$ 63.76
Meter Setting Material	\$ 7,465.04
Surface Repairs	
Testing Supplies	\$ -

Total Maintenance Cost \$ 11,550.53

Accounts

Previous Balance	\$ 509,829.93
Deposits	\$ 150,122.95
Interest	\$ 1,519.19
Total	\$ 661,472.07
Disbursements	\$ (152,335.47)
Current Balance	\$ 509,136.60

Previous Balance	\$ 33,153.45
Deposits	\$ 100,000.00
Interest	\$ 147.42
Total	\$ 133,300.87
Disbursements	\$ (105,646.47)
Current Balance	\$ 27,654.40

Debt Service	
Previous Balance	\$ 161,619.81
Deposits	\$ 15,700.00
Interest	\$ 481.22
Total	\$ 177,801.03
Disbursements	\$ (6,037.15)
Current Balance	\$ 171,763.88

Previous Balance	\$ 158,169.23
Deposits	\$ 22,000.00
Interest	\$ 491.16
Total	\$ 180,660.39
Disbursements	\$ (3,300.00)
Current Balance	\$ 177,360.39

Previous Balance	\$ 54,069.26
Deposits	
Interest	\$ 167.14
Total	\$ 54,236.40
Disbursements	\$ (573.13)
Current Balance	\$ 53,663.27

Reserve Account	
Previous Balance	\$ 33,903.50
Deposits	\$ -
Interest	\$ 104.45
Total	\$ 34,007.95
Disbursements	\$ -
Current Balance	\$ 34,007.95

Financial Report

Meade County Water District

DECEMBER 2006

	A	B	C	D	E	F
1					Accounts	
2	Administrative Cost (O & M)					
3	Employee Insurance		\$324.04		Previous Balance	\$ 509,136.60
4	Bad Debt Collections		\$ 4,800.00		Deposits	\$ 115,852.31
5	Unemployment		\$ -		Interest	\$ 1,474.82
6	Commissioner's Pay		\$ 1,328.74		Total	\$ 626,463.73
7	Advertisement				Disbursements	\$ (134,400.00)
8	FICA		\$ 7,705.87		Current Balance	\$ 492,063.73
9	Legal Fees		\$ -			
10	Debt Service Account		\$ -			
11	Health Insurance		\$ 4,692.20		Previous Balance	\$ 27,654.40
12	KY Retirement		\$ 5,188.11		Deposits	\$ 100,000.00
13	KRWA Dues		\$ -		Interest	\$ 161.11
14	Office Personnel Salaries		\$ 7,554.92		Total	\$ 127,815.51
15	MC Fiscal Court Interest		\$ 2,408.05		Disbursements	\$ (117,262.21)
16	Workers Compensation Ins				Current Balance	\$ 10,553.30
17	Reserve Account		\$ -			
18	Taxes - Sales		\$ 255.02			
19	Taxes - Sales W/H		\$ 1,411.11			
20	Training					
21	Exterminating		\$ 40.00			
22	Telephone		\$ 848.65			
23	Utility Tax		\$ 3,085.03			
24	All - Line Liability Insurance		\$ 8,552.00			
25						
26	Total Administrative Cost		\$ 48,193.74			
27						
28	Maintenance Cost (O & M)					
29	Tank Repairs				Previous Balance	\$ 177,360.39
30	Copler Maintenance		\$ -		Deposits	\$ 22,000.00
31	Computer Maintenance				Interest	\$ 548.83
32	Gravel / Rock		\$ 987.21		Total	\$ 199,909.22
33	Equipment Repairs		\$ 632.92		Disbursements	\$ (6,884.27)
34	Line Maintenance		\$ 134.37		Current Balance	\$ 193,224.95
35	Building Repairs / Maintenance		\$ 145.00			
36	Vehicles Repairs / Parts		\$ 482.59		Previous Balance	\$ 53,663.27
37	Elizabethtown Gas		\$ 100.61		Deposits	\$ 34.67
38	Water / Sewer / Garbage		\$ 76.99		Interest	\$ 165.69
39	Meter Setting Material		\$ 2,141.44		Total	\$ 53,863.63
40	Meter Repairs / Testing				Disbursements	\$ (567.40)
41	Sensus Maintenance Agreement		\$ 730.00		Current Balance	\$ 53,296.23
42						
43	Total Maintenance Cost		\$ 5,431.13			
44					Reserve Account	
45					Previous Balance	\$ 34,007.95
46					Deposits	\$ -
47					Interest	\$ 104.78
48					Total	\$ 34,112.73
49					Disbursements	\$ -
50					Current Balance	\$ 34,112.73
51						

Meade County District

1003 Armory Place
 Brandenburg, KY 40108
 270-422-5006

Financial Report
 January 2005

PH: 270-422-5006
 FX: 270-422-5068

COST OF O & M ACCOUNT				DEPOSITS / REVENUE	
1	Administrative Cost		\$ 36,956.86	O & M Account	
2	Employee Insurance	\$ 232.06		December Balance	\$ 6,545.24
3	Mileage	\$ 36.00		Deposits	\$ 100,000.00
4	Unemployment Insurance	\$ 205.24		Interest	\$ 73.64
5	Commissioner's Pay	\$ 1,371.33		Total:	\$ 106,618.88
6	Debt Service	\$ 12,400.00		Disbursement	\$ 91,918.25
7	Advertisement			January Balance	\$ 14,700.63
8	FICA	\$ 4,423.19		Revenue Account	
9	Legal Fees	\$ -		December Balance	\$ 302,845.71
10	Encroachment Bond	\$ -		Deposits	\$ 124,380.93
11	Health Insurance	\$ 2,729.10		Interest	\$ 427.07
12	KY Retirement	\$ 3,946.05		Total:	\$ 427,653.71
13	KRWA Dues	\$ -		Transfer to O & M Acct	\$ 100,000.00
14	Office Personnel Salaries	\$ 5,719.73		January Balance	\$ 327,653.71
15	Meade County Fiscal Court	\$ 2,999.77		Water Station	
16	Workers Compensation Ins.	\$ -			\$ 1,027.25
17	Reserve Account			Meter Fees	
	Taxes - Sales	\$ 195.01			\$ 5,225.00
19	Taxes - State W/H	\$ 1,356.80		Reserve Account	
20	Training	\$ 735.39		December Balance	\$ 32,037.49
21	Exterminating	\$ 40.00		Deposits	
22	Telephone	\$ 607.62		Interest	\$ 47.57
23	Utility Tax	\$ 2,959.34		Total:	\$ 32,085.06
24	All - Line Liability Insurance	\$ -		Disbursement	\$ -
25	Maintenance Cost		\$ 3,983.88	January Balance	\$ 32,085.06
26	Tank Repairs	\$ -		Contingency Account	
27	Copier Maintenance	\$ 132.56		December Balance	\$ 172,462.22
28	Computer Maintenance	\$ -		Deposits	\$ 10,260.00
29	Gravel / Rock	\$ 201.43		Interest	\$ 257.29
30	Equipment Repairs	\$ -		Total:	\$ 182,979.51
31	Line Repairs	\$ -		Disbursement	\$ 4,566.00
32	Building Repairs	\$ 177.30		January Balance	\$ 178,413.51
33	Vehicle Repairs / Parts	\$ 381.06			
34	Elizabethtown Gas	\$ 172.73			
	Water / Sewer / Garbage	\$ 58.74			
35	Meter Setting Mater	\$ 2,860.06			
37	Meter Repairs / Testing	\$ -			
38	Testing Supplies	\$ -			

Meade County District

1003 Armory Place
 Brandenburg, KY 40108
 270-422-5006

Financial Report
 January 2005

PH: 270-422-5006
 FX: 270-422-5068

COST OF O & M ACCOUNT CONTINUED			DEPOSITS / REVENUE CONTINUED		
39	Operation Cost		\$ 40,977.51	Deposit Account	
40	Cleaning	\$	100.00	December Balance	\$ 44,672.47
41	Billing and Postage	\$	2,208.00	Deposits	
42	Hook - Up Refunds	\$	-	Interest	\$ 66.54
43	Communications			Total:	\$ 44,739.01
44	Electricity	\$	1,924.73	Disbursement	\$ 235.19
45	Equipment Rental	\$	30.75	January Balance	\$ 44,503.82
46	Field Personnel Salaries	\$	11,536.67		
47	Gas and Oil	\$	1,635.49		
48	Chemicals	\$	-	Debt Service	
49	Compressor Supplies	\$	-	December Balance	\$ 157,718.83
50	Operating Expenses	\$	283.66	Deposits	\$ 15,700.00
51	Safety Equipment	\$	646.81	Interest	\$ 175.00
52	Tools			Total:	\$ 173,593.83
53	Engineering Fees	\$	-	Disbursement	\$ 85,387.88
54	Uniforms	\$	831.39	January Balance	\$ 88,205.95
	H2O Brandenburg	\$	6,648.15		
	H2O Hardin County	\$	13,468.39		
57	Water Testing	\$	279.00		
58	Miscellaneous	\$	487.95		
59	Pump Repairs	\$	140.25	Otter Creek	\$ 2,602.46
60	Office Supplies	\$	756.27	Dec. & Jan.	
61					
62					
63	Capital Improvement		\$ 10,000.00	CUSTOMERS	3254
64	Line Extension	\$	-		
65	Building / Fencing	\$	-		
66	Dump Truck	\$	-		
67	Computer Equip / Software	\$	-		
68	Pressure Recorder	\$	-		
69	Contingency Account	\$	10,000.00		
70					
71					
72					
73					
74					
75	TOTAL O & M COST:		\$ 91,918.25		

Meade County District

1003 Armory Place
 Brandenburg, KY 40108
 270-422-5006

Financial Report
 February 2005

PH: 270-422-5006

FX: 270-422-5068

COST OF O & M ACCOUNT				DEPOSITS / REVENUE	
1	Administrative Cost		\$ 38,190.52	O & M Account	
2	Employee Insurance	\$	232.06	January Balance	\$ 14,700.63
3	Mileage	\$	123.00	Deposits	\$ 100,000.00
4	Unemployment Insurance	\$	-	Interest	\$ 85.34
5	Commissioner's Pay	\$	1,371.33	Total:	\$ 114,785.97
6	Debt Service	\$	12,400.00	Disbursement	\$ 97,174.48
7	Advertisement	\$	-	February Balance	\$ 17,611.49
8	FICA	\$	5,245.08	Revenue Account	
9	Legal Fees	\$	-	January Balance	\$ 327,653.71
10	Encroachment Bond	\$	-	Deposits	\$ 108,040.74
11	Health Insurance	\$	2,729.10	Interest	\$ 453.12
12	KY Retirement	\$	3,009.33	Total:	\$ 436,147.57
13	KRWA Dues	\$	-	Transfer to O & M Acct	\$ 100,000.00
14	Office Personnel Salaries	\$	4,948.28	February Balance	\$ 336,147.57
15	Meade County Fiscal Court	\$	2,613.86	Water Station	
16	Workers Compensation Ins.	\$	-		\$ 805.25
17	Reserve Account	\$	-	Meter Fees	
	Taxes - Sales	\$	234.09		\$ 5,450.00
19	Taxes - State W/H	\$	1,070.15		\$ -
20	Training	\$	-	Reserve Account	
21	Exterminating	\$	40.00	January Balance	\$ 32,085.06
22	Telephone	\$	1,052.21	Deposits	
23	Utility Tax	\$	3,122.03	Interest	\$ 49.23
24	All - Line Liability Insurance	\$	-	Total:	\$ 32,134.29
25	Maintenance Cost		\$ 8,901.84	Disbursement	\$ -
26	Tank Repairs	\$	-	February Balance	\$ 32,134.29
27	Copier Maintenance	\$	-	Contingency Account	
28	Computer Maintenance	\$	-	January Balance	\$ 178,413.51
29	Gravel / Rock	\$	457.33	Deposits	\$ 10,000.00
30	Equipment Repairs	\$	15.90	Interest	\$ 268.81
31	Line Repairs	\$	-	Total:	\$ 188,682.32
32	Building Repairs	\$	-	Disbursement	\$ 13,760.00
33	Vehicle Repairs / Parts	\$	1,885.08	February Balance	\$ 174,922.32
34	Elizabethtown Gas	\$	151.18		
35	Water / Sewer / Garbage	\$	58.74		
	Meter Setting Mater	\$	6,333.61		
37	Meter Repairs / Testing	\$	-		
38	Testing Supplies	\$	-		

COST OF O & M ACCOUNT CONTINUED			DEPOSITS / REVENUE CONTINUED	
Operation Cost		\$ 39,215.76	Deposit Account	
40	Cleaning	\$ 100.00	January Balance	\$ 44,503.82
41	Billing and Postage	\$ 929.02	Deposits	\$ -
42	Hook - Up Refunds	\$ -	Interest	\$ 68.46
43	Communications	\$ -	Total:	\$ 44,572.28
44	Electricity	\$ 2,051.45	Disbursement	\$ 326.80
45	Equipment Rental	\$ 30.75	February Balance	\$ 44,245.48
46	Field Personnel Salaries	\$ 11,768.03		
47	Gas and Oil	\$ 1,643.40	Debt Service	
48	Chemicals	\$ -	January Balance	\$ 88,205.95
49	Compressor Supplies	\$ -	Deposits	\$ 15,700.00
50	Operating Expenses	\$ 552.95	Interest	\$ 127.80
51	Safety Equipment	\$ 105.90	Total:	\$ 104,033.75
52	Tools	\$ -	Disbursement	\$ 6,332.22
53	Engineering Fees	\$ -	February Balance	\$ 97,701.53
54	Uniforms	\$ 553.27		
55	H2O Brandenburg	\$ 5,139.30	Otter Creek	
	H2O Hardin County	\$ 15,679.18		\$ 1,154.04
57	Water Testing	\$ 211.00	Doe Valley	
58	Miscellaneous	\$ 185.00		\$ 2,649.00
59	Pump Repairs	\$ 266.51		
61				
62				
63	Capital Improvement	\$ 10,000.00	CUSTOMERS 3263	
64	Line Extension	\$ -		
65	Building / Fencing	\$ -		
66	Dump Truck	\$ -		
67	Computer Equip / Software	\$ -		
68	Pressure Recorder	\$ -		
69	Contingency Account	\$ 10,000.00		
70				
71				
72				
73				
TOTAL O & M COST:		\$ 97,174.48		

COST OF O & M ACCOUNT			DEPOSITS / REVENUE	
Administrative Cost			O & M Account	
\$ 39,981.63			February Balance	\$ 17,611.49
2	Employee Insurance	\$ 232.06	Deposits	\$ 100,000.00
3	Mileage	\$ 102.00	Interest	\$ 100.49
4	Unemployment Insurance		Total:	\$ 117,711.98
5	Commissioner's Pay	\$ 1,371.33	Disbursement	\$ 99,328.57
6	Debt Service	\$ 12,400.00	March Balance	\$ 18,383.41
7	Advertisement			
8	FICA	\$ 7,078.56	Revenue Account	
9	Legal Fees		February Balance	\$ 336,147.57
10	Encroachment Bond		Deposits	\$ 128,028.76
11	Health Insurance	\$ 2,729.10	Interest	\$ 544.56
12	KY Retirement	\$ 2,745.50	Total:	\$ 464,720.89
13	KRWA Dues		Transfer to O & M Acct	\$ 100,000.00
14	Office Personnel Salaries	\$ 4,184.24	March Balance	\$ 364,720.89
15	Meade County Fiscal Court	\$ 2,613.86		
16	Workers Compensation Ins.		Water Station	
17	Reserve Account			\$ 807.25
	Taxes - Sales	\$ 215.98		
19	Taxes - State W/H	\$ 1,022.39	Meter Fees	
20	Training	\$ 1,574.71		\$ 9,200.00
21	Exterminating	\$ 40.00		
22	Telephone	\$ 854.69	Reserve Account	
23	Utility Tax	\$ 2,817.21	February Balance	\$ 32,134.29
24	All - Line Liability Insurance		Deposits	\$ -
25	Maintenance Cost	\$ 8,173.16	Interest	\$ 54.59
26	Tank Repairs		Total:	\$ 32,188.88
27	Copier Maintenance		Disbursement	\$ -
28	Computer Maintenance	\$ 2,185.00	March Balance	\$ 32,188.88
29	Gravel / Rock			
30	Equipment Repairs	\$ 426.00	Contingency Account	
31	Line Repairs		February Balance	\$ 174,922.32
32	Building Repairs		Deposits	\$ 10,124.39
33	Vehicle Repairs / Parts	\$ 408.97	Interest	\$ 292.52
34	Elizabethtown Gas	\$ 110.65	Total:	\$ 185,339.23
35	Water / Sewer / Garbage	\$ 72.87	Disbursement	\$ 15,646.00
	Meter Setting Mater	\$ 4,239.67	March Balance	\$ 169,693.23
37	Meter Repairs / Testing			
38	Sensus Maintenance	\$ 730.00		

COST OF O & M ACCOUNT CONTINUED			DEPOSITS / REVENUE CONTINUED	
Operation Cost		\$ 41,173.78	Deposit Account	
40	Cleaning	\$ 200.00	February Balance	\$ 44,245.48
41	Billing and Postage	\$ 915.74	Deposits	\$ -
42	Hook - Up Refunds		Interest	\$ 75.46
43	Communications		Total:	\$ 44,320.94
44	Electricity	\$ 2,004.85	Disbursement	\$ 501.01
45	Equipment Rental	\$ 30.75	March Balance	\$ 43,819.93
46	Field Personnel Salaries	\$ 11,905.51		
47	Gas and Oil	\$ 1,437.62		
48	Chemicals		Debt Service	
49	Compressor Supplies		February Balance	\$ 97,701.53
50	Operating Expenses	\$ 696.66	Deposits	\$ 15,700.00
51	Safety Equipment		Interest	\$ 158.49
52	Tools	\$ 211.75	Total:	\$ 113,560.02
53	Engineering Fees		Disbursement	\$ 6,332.22
54	Uniforms, Linens	\$ 553.72	March Balance	\$ 107,227.80
55	H2O Brandenburg	\$ 7,070.20		
	H2O Hardin County	\$ 15,773.01		
57	Water Testing	\$ 132.00		
58	Miscellaneous	\$ 130.87		
59	Pump Repairs		Otter Creek	\$ 945.40
60	Office Supplies	\$ 111.10		
61			Doe Valley	\$ 9,819.00
62				
63	Capital Improvement	\$ 10,000.00	CUSTOMERS 3274	
64	Line Extension			
65	Building / Fencing			
66	Dump Truck			
67	Computer Equip / Software			
68	Pressure Recorder			
69	Contingency Account	\$ 10,000.00		
70				
71				
72				
73				
75	TOTAL O & M COST:	\$ 99,328.57		

COST OF O & M ACCOUNT			DEPOSITS / REVENUE		
1	Administrative Cost		\$37731.37	O & M Account	
2	Employee Insurance	\$	232.06	March Balance	\$ 18383.41
3	Mileage	\$	66.50	Deposits	\$100231.17
4	Unemployment Insurance	\$	1800.42	Interest	\$ 109.54
5	Commissioner's Pay	\$	1371.33	Total:	\$118724.12
6	Debt Service	\$	12400.00	Disbursement	\$110656.09
7	Advertisement	\$	20.25	April Balance	\$ 8068.03
8	FICA	\$	5498.78		
9	Legal Fees	\$	-		
10	Encroachment Bond	\$	-	Revenue Account	
11	Health Insurance	\$	2729.10	March Balance	\$364720.89
12	KY Retirement	\$	2781.95	Deposits	\$118437.85
13	KRWA Dues	\$	-	Interest	\$ 687.19
14	Office Personnel Salaries	\$	3389.75	Total:	\$483845.93
15	Meade County Fiscal Court	\$	2613.86	Transfer to O & M Acct	\$100000.00
16	Workers Compensation Ins.	\$	-	April Balance	\$383845.93
	Reserve Account	\$	-		
	Taxes - Sales	\$	188.29		
19	Taxes - State W/H	\$	1001.66	Water Station	\$ 903.75
20	Training	\$	119.31		
21	Exterminating	\$	40.00	Meter Fees	\$ 8450.00
22	Telephone	\$	991.67		
23	Utility Tax	\$	2486.44		
24	All - Line Liability Insurance	\$	-	Reserve Account	
25	Maintenance Cost		\$16046.11	March Balance	\$ 32188.88
26	Tank Repairs	\$	-	Deposits	\$ 0.00
27	Copier Maintenance	\$	-	Interest	\$ 66.15
28	Computer Maintenance	\$	36.50	Total:	\$ 32255.03
29	Gravel / Rock	\$	-	Disbursement	\$ 0.00
30	Equipment Repairs	\$	-	April Balance	\$ 32255.03
31	Line Repairs	\$	-		
32	Building Repairs	\$	-	Contingency Account	
33	Vehicle Repairs / Parts	\$	384.33	March Balance	\$169693.23
34	Elizabethtown Gas	\$	145.87	Deposits	\$ 44996.68
	Water / Sewer / Garbage	\$	59.01	Interest	\$ 325.22
	Meter Setting Mater	\$	15420.40	Total:	\$215015.13
37	Meter Repairs / Testing	\$	-	Disbursement	\$ 62434.68
38	Testing Supplies	\$	-	April Balance	\$152580.45

COST OF O & M ACCOUNT CONTINUED			DEPOSITS / REVENUE CONTINUED	
39	Operation Cost		\$ 44328.61	Deposit Account
40	Cleaning	\$ 160.00		March Balance
41	Billing and Postage	\$ 958.85		Deposits
42	Hook - Up Refunds	\$ -		Interest
43	Communications	\$ 722.69		Total:
44	Electricity	\$ 1809.62		Disbursement
45	Equipment Rental	\$ 35.75		April Balance
46	Field Personnel Salaries	\$11790.28		
47	Gas and Oil	\$ 1959.70		
48	Chemicals	\$ -		Debt Service
49	Compressor Supplies	\$ -		March Balance
50	Operating Expenses	\$ 866.15		Deposits
51	Safety Equipment	\$ 100.00		Interest
52	Tools	\$ -		Total:
53	Engineering Fees	\$ -		Disbursement
54	Uniforms	\$ 695.40		April Balance
	H2O Brandenburg	\$ 5966.20		
	H2O Hardin County	\$18189.94		
57	Water Testing	\$ 136.00		
58	Miscellaneous	\$ 293.52		
59	Pump Repairs	\$ 383.71		Otter Creek
60	Office Supplies	\$ 260.80		\$ 1101.88
61				
62				Doe Valley
63	Capital Improvement		\$12550.00	CUSTOMERS
64	Line Extension	\$ -		3282
65	Building / Fencing	\$ -		
66	XXXX Dump Truck	\$ 550.00		
67	Computer Equip / Software	\$ -		
68	Pressure Recorder	\$ -		
69	Contingency Account	\$12000.00		
70				
71				
72				
75	TOTAL O & M COST:		\$110656.09	

May 2005

Meade County District
 1003 Armory Place
 Brandenburg, KY 40108

COST OF O & M ACCOUNT		270-422-5006	DEPOSITS / REVENUE	
1	Administrative Cost		\$38,197.50	O & M Account
2	Employee Insurance	\$232.06		April Balance
3	Mileage	\$88.54		Deposits
4	Unemployment Insurance			Interest
5	Commissioner's Pay	\$1,371.33		Total:
6	Debt Service	\$12,400.00		Disbursement
7	Advertisement			May Balance
8	FICA	\$5,548.32		
9	Legal Fees			
10	Encroachment Bond			Revenue Account
11	Health Insurance	\$2,729.10		April Balance
12	KY Retirement	\$2,649.65		Deposits
13	KRWA Dues			Interest
14	Office Personnel Salaries	\$4,439.04		Total:
15	Meade County Fiscal Court	\$2,613.86		Transfer to O & M Acct.
16	Workers Compensation Ins.			May Balance
17	Reserve Account			
18	Taxes - Sales	\$237.36		
19	Taxes - State W/H	\$970.08		Water Station
20	Training	\$777.71		
21	Exterminating	\$40.00		Meter Fees
22	Telephone	\$1,033.28		
23	Utility Tax	\$3,067.17		
24	All - Line Liability Insurance			Reserve Account
25	Maintenance Cost		\$9,344.57	April Balance
26	Tank Repairs	\$3,012.69	UPGRADE	Deposits
27	Copier Maintenance		SCADA SYS.	Interest
28	Computer Maintenance	460.00	PS/B 460.00	Total:
29	Gravel / Rock			Disbursement
30	Equipment Repairs	41.86		May Balance
31	Line Repairs			
32	Building Repairs			Contingency Account
33	Vehicle Repairs / Parts	888.24		April Balance
34	Elizabethtown Gas			Deposits
35	Water / Sewer / Garbage	59.56		Interest
36	Meter Setting Mater	4882.22		Total:
37	Meter Repairs / Testing			Disbursement
38	Testing Supplies			May Balance

560.00
 Refund
 top fee &
 deposit

- drive
 three
 engineers

Meade County District
 1003 Armory Place
 Brandenburg, KY 40108

COST OF O & M ACCOUNT CONT.		<i>270-422-5006</i>	DEPOSITS / REVENUE CONTINUED	
39	Operation Cost		\$51,093.93	Deposit Account
40	Cleaning	\$150.00		April Balance
41	Billing and Postage	\$1,252.73		Deposits
42	Hook- up Refunds			Interest
43	Communications			Total:
44	Electricity	\$1,886.70		Disbursement
45	Equipment Rental	\$35.75		May Balance
46	Field Personnel Salaries	\$14,637.17		
47	Gas and Oil	\$2,032.86		
48	Chemicals			Debt Service
49	Compressor Supplies			April Balance
50	Operating Expenses	\$529.19		Deposits
51	Safety Equipment	\$641.81		Interest
52	Tools	\$126.12		Total:
53	Engineering Fees			<i>DISBURSEMENT</i> \$132,732.80
54	Uniforms	\$1,043.82		Transfer to O & M Acct
55	H2O Brandenburg	\$7,005.80		May Balance
56	H2O Hardin County	\$19,887.83		
57	Water Testing	\$138.00		
58	Miscellaneous	\$821.20		
59	Pump Repairs			Otter Creek
60	Office Supplies	\$704.95		
61	Petty Cash	\$200.00	<i>DRIVE THRU DRAWER</i>	Doe Valley
62				
63	Capital Improvement	\$	\$12,393.56	CUSTOMERS
64	Line Extension			3318
65	Building/ Fencing			
66	Dump Truck			
67	Computer Equip/ Software	\$122.38		
68	Pressure Recorder			
69	Contingency Account	\$12,000.00		
70	<i>OFFICE FURN / EQUIP.</i>	\$271.18	<i>VIDEO</i>	
71			<i>CAMERA</i>	
72				
73				
74				
75	Total O & M Cost		\$111,029.56	

June 2005

Meade County District
 1003 Armory Place
 Brandenburg, KY 40108

COST OF O & M ACCOUNT		270-422-5006	DEPOSITS / REVENUE	
Administrative Cost		\$ 45,215.62	O & M Account	
2	Employee Insurance	\$ 232.06	May Balance	\$ 12,128.68
3	Mileage	\$ 63.46	Deposits	\$ 120,000.00
4	Unemployment Insurance	\$ -	Interest	\$ 115.46
5	Commissioner's Pay	\$ 1,371.33	Total:	\$ 132,244.14
6	Debt Service	\$ 12,400.00	Disbursement	\$ 122,317.91
7	Advertisement	\$ -	June Balance	\$ 9,926.23
8	FICA	\$ 7,058.55		
9	Legal Fees	\$ -		
10	Encroachment Bond	\$ -	Revenue Account	
11	Health Insurance	\$ 2,729.10	May Balance	\$ 388,854.07
12	KY Retirement	\$ 3,344.41	Deposits	\$ 134,464.89
13	KRWA Dues	\$ -	Interest	\$ 828.31
14	Office Personnel Salaries	\$ 4,056.86	Total:	\$ 524,147.27
15	Meade County Fiscal Court	\$ 2,613.86	Disbursement	\$ 120,000.00
16	Workers Compensation Ins.	\$ -	June Balance	\$ 404,147.27
17	Reserve Account	\$ -		
18	Taxes - Sales	\$ 240.06		
19	Taxes - State W/H	\$ 1,215.26	Water Station	\$ 1,830.25
20	Training	\$ 299.89		
21	Exterminating	\$ 40.00	Meter Fees	\$ 8,155.00
22	Telephone	\$ 1,101.23		
	Utility Tax	\$ 3,035.74		
	All - Line Liability Insurance	\$ 663.81		
25	Accountant Fee	\$ 4,750.00		
26 Maintenance Cost		\$ 16,765.89	Reserve Account	
27	Tank Repairs	\$ -	May Balance	\$ 32,323.33
28	Copier Maintenance	\$ -	Deposits	\$ -
29	Computer Maintenance YRLY - SENSUS	\$ 1,000.00	Interest	\$ 72.95
30	Gravel / Rock	\$ 61.70	Total:	\$ 32,396.28
31	Equipment Repairs	\$ -	Disbursement	\$ -
32	Line Repairs	\$ -	June Balance	\$ 32,396.28
33	Building Repairs	\$ -		
34	Vehicle Repairs / Parts	\$ 1,518.22	Contingency Account	
35	Elizabethtown Gas	\$ 66.05	May Balance	\$ 108,347.21
36	Water / Sewer / Garbage	\$ 71.35	Deposits	\$ 12,000.00
37	Meter Setting Mater	\$ 13,713.57	Interest	\$ 250.23
38	Meter Repairs / Testing	\$ -	Total:	\$ 120,597.44
39	Testing Supplies	\$ -	Disbursement	\$ 3,727.25
40	Mowing	\$ 335.00	June Balance	\$ 116,870.19

Meade County District

1003 Armory Place

Brandenburg, KY 40108

270-422-5006

COST OF O & M ACCOUNT CONT.		DEPOSITS / REVENUE CONTINUED		
39	Operation Cost	\$ 45,843.95	Deposit Account	
40	Cleaning	\$ 245.00	May Balance	\$ 43,420.91
41	Billing and Postage	\$ 1,054.91	Deposits	\$ 52.35
42	Hook- up Refunds	\$ -	Interest	\$ 98.51
43	Communications	\$ 420.00	Total:	\$ 43,571.77
44	Electricity	\$ 1,714.53	Disbursement	\$ 45.10
45	Equipment Rental	\$ 30.75	June Balance	\$ 43,526.67
46	Field Personnel Salaries	\$ 12,199.80		
47	Gas and Oil	\$ 2,016.35		
48	Chemicals	\$ -	Debt Service	
49	Compressor Supplies	\$ -	May Balance	\$ 113,058.22
50	Operating Expenses	\$ 698.82	Deposits	\$ 15,700.00
51	Safety Equipment	\$ -	Interest	\$ 242.15
52	Tools	\$ 364.78	Total:	\$ 129,000.37
53	Engineering Fees	\$ -	Disbursement	\$ 6,332.22
54	Uniforms	\$ 673.40	June Balance	\$ 122,668.15
55	H2O Brandenburg	\$ 7,178.30		
56	H2O Hardin County	\$ 18,334.77		
57	Water Testing	\$ 138.00		
58	Miscellaneous	\$ 107.97		
	Pump Repairs	\$ 366.89	Otter Creek	\$ 1,828.86
	Office Supplies	\$ 299.68		
61			Doe Valley	\$ -
62				
63	Capital Improvement	\$ 14,492.45	CUSTOMERS	
64	Line Extension	\$ -		3316
65	Building/ Fencing	\$ -		
66	Dump Truck	\$ -		
67	Computer Equip/ Software	\$ 1,128.48		
68	Pressure Recorder	\$ -		
69	Contingency Account	\$ 12,000.00		
70	Office Equipment	\$ 989.97		
71	Shop Appliance	\$ 374.00		
72				
73				
74				
75	Total O & M Cost	\$ 122,317.91		

Meade County District
 1003 Armory Place
 Brandenburg, KY 40108

COST OF O & M ACCOUNT CONT.			DEPOSITS / REVENUECONTINUED	
39	Operation Cost		\$ 53,008.72	Deposit Account
40	Cleaning	\$ 100.00		June Balance
41	Billing and Postage	\$ 971.65		Deposits
42	Hook- up Refunds			Interest
43	Communications	\$ 67.00		Total:
44	Electricity	\$ 1,665.11		\$ 43,625.05
45	Equipment Rental	\$ 35.75		Disbursement
46	Field Personnel Salaries	\$ 12,564.48		\$ 1,027.02
47	Gas and Oil	\$ 2,185.73		July Balance
48	Chemicals			\$ 42,598.03
49	Compressor Supplies			
50	Operating Expenses	\$ 481.92		Debt Service
51	Safety Equipment			June Balance
52	Tools	\$ 884.51		\$ 122,668.15
53	Engineering Fees			Deposits
54	Uniforms	\$ 711.06		\$ 15,700.00
55	H2O Brandenburg	\$ 7,861.40		Interest
56	H2O Hardin County	\$ 18,233.58		Total:
57	Water Testing	\$ 269.80		\$ 138,615.55
58	Miscellaneous	\$ 237.19		Transfer to O & M Acct
59	Pump Repairs	\$ 2,499.81		\$ 15,487.51
60	Office Supplies	\$ 2,074.87		July Balance
61	PSC Assessment	\$ 2,164.86		\$ 123,128.04
62				
63	Capital Improvement	\$	\$ 16,185.00	Otter Creek
64	Line Extension			\$ 2,425.44
65	Building/ Fencing			
66	Dump Truck			Doe Valley
67	Computer Equip/ Software			\$ 33,090.00
68	Pressure Recorder			
69	Contingency Account	\$ 12,000.00		CUSTOMERS
70	Office Equipment			3362
71	Shop Appliance			
72	New Equipment	\$ 4,185.00		
73				
74				
75	Total O & M Cost		\$128,902.30	

Meade County District

1003 Armory Place

Brandenburg, KY 40108

COST OF O & M ACCOUNT CONT.			DEPOSITS / REVENUE CONTINUED	
39	Operation Cost		\$ 49,275.37	Deposit Account
40	Cleaning	\$ 150.00		July Balance \$ 42,598.03
41	Billing and Postage	\$ 1,177.74		Deposits \$ 8,200.00
42	Hook- up Refunds	\$ -		Interest \$ 118.40
43	Communications	\$ -		Total: \$ 50,916.43
44	Electricity	\$ 1,623.97		Disbursement \$ 720.13
45	Equipment Rental	\$ 30.75		August Balance \$ 50,196.30
46	Field Personnel Salaries	\$ 15,279.26		
47	Gas and Oil	\$ 2,309.06		
48	Chemicals	\$ -		Debt Service
49	Compressor Supplies	\$ -		July Balance \$ 123,128.04
50	Operating Expenses	\$ 909.81		Deposits \$ 15,700.00
51	Safety Equipment	\$ -		Interest \$ 286.70
52	Tools	\$ -		Total: \$ 139,114.74
53	Engineering Fees	\$ -		Disbursement \$ 6,112.51
54	Uniforms	\$ 587.40		August Balance \$ 133,002.23
55	H2O Brandenburg	\$ 10,452.35		
56	H2O Hardin County	\$ 14,022.99		
57	Water Testing	\$ 493.00		
58	Miscellaneous	\$ 150.00		
59	Pump Repairs	\$ 1,170.89		Otter Creek \$ 3,028.54
60	Office Supplies	\$ 918.15		
61	PSC Assessment	\$ -		Doe Valley \$ 19,307.70
62				
63	Capital Improvement	\$	\$ 12,000.00	CUSTOMERS 3365
64	Line Extension	\$ -		
65	Building/ Fencing	\$ -		
66	Dump Truck	\$ -		
67	Computer Equip/ Software	\$ -		
68	Pressure Recorder	\$ -		
69	Contingency Account	\$ 12,000.00		
70	Office Equipment	\$ -		
71	Shop Appliance	\$ -		
72	New Equipment	\$ -		
73		\$ -		
74		\$ -		
75	Total O & M Cost		\$126,835.74	

O & M Account Expenditures	
Administrative Cost (O & M)	
Employee Insurance	\$ 232.06
Mileage	\$ 232.02
Unemployment	\$ -
Commissioner's Pay	\$ 1,371.33
Advertisement	\$ 121.50
FICA	\$ 5,967.61
Legal Fees	\$ -
Debt Service Account	\$ 12,400.00
Health Insurance	\$ 3,423.37
KY Retirement	\$ 4,489.25
KRWA Dues	\$ -
Office Personnel Salaries	\$ 5,184.93
MC Fiscal Court Interest	\$ 2,613.86
Workers Compensation Ins	\$ -
Reserve Account	\$ -
Taxes - Sales	\$ 266.00
Taxes - Sales W/H	\$ 1,412.79
Training	\$ 1,300.28
Exterminating	\$ 40.00
Telephone	\$ 970.34
Utility Tax	\$ 2,983.94
All - Line Liability Insurance	\$ -

Total Administrative Cost \$ 43,009.28

Maintenance Cost (O & M)	
Tank Repairs	\$ -
Copier Maintenance	\$ 66.03
Computer Maintenance	\$ -
Gravel / Rock	\$ 139.13
Equipment Repairs	\$ 704.01
Line Repairs	\$ 7,756.96
Building Repairs / Maintenance	\$ 517.39
Vehicles Repairs / Parts	\$ 566.45
Elizabethtown Gas	\$ 6.18
Water / Sewer / Garbage	\$ 72.36
Meter Setting Material	\$ 7,300.61
Meter Repairs / Testing	\$ -
Testing Supplies	\$ -

Total Maintenance Cost \$ 17,129.12

Accounts

Revenue Account	
Previous Balance	\$ 507,348.18
Deposits	\$ 124,347.85
Interest	\$ 1,048.84
Total	\$ 632,744.87
Disbursements	\$ 145,000.00
Current Balance	\$ 487,744.87

O & M Account	
Previous Balance	\$ 4,390.78
Deposits	\$ 145,000.00
Interest	\$ 94.14
Total	\$ 149,484.92
Disbursements	\$ 139,670.05
Current Balance	\$ 9,814.87

Debt Service	
Previous Balance	\$ 133,002.23
Deposits	\$ 15,700.00
Interest	\$ 290.23
Total	\$ 148,992.46
Disbursements	\$ 6,112.51
Current Balance	\$ 142,879.95

Contingency Account	
Previous Balance	\$ 130,816.15
Deposits	\$ 12,000.00
Interest	\$ 296.45
Total	\$ 143,112.60
Disbursements	\$ 36,587.59
Current Balance	\$ 106,525.01

Deposit Account	
Previous Balance	\$ 50,196.30
Deposits	\$ -
Interest	\$ 113.58
Total	\$ 50,309.88
Disbursements	\$ 544.05
Current Balance	\$ 49,765.83

Reserve Account	
Previous Balance	\$ 32,547.77
Deposits	\$ -
Interest	\$ 73.52
Total	\$ 32,621.29
Disbursements	\$ -
Current Balance	\$ 32,621.29

O & M Expenditures Continued

Operations Cost (O & M)	
Cleaning	\$ 150.00
Billing / Postage	\$ 1,204.62
Hook - Up Refunds	\$ -
Communications	\$ 420.00
Electricity	\$ 1,605.71
Equipment Rental	\$ 30.75
Field Personnel Salaries	\$ 12,089.06
Gas / Oil	\$ 2,528.06
Chemicals	\$ -
Compressor Supplies	\$ -
Operating Expenses	\$ 751.52
Safety Equipment	\$ -
Tools	\$ -
Engineering Fees	\$ -
Uniforms	\$ 648.62
H2O Brandenburg	\$ 9,848.60
H2O Hardin County	\$ 32,176.22
Water Testing	\$ 213.00
Miscellaneous	\$ 659.99
Pump Repairs	\$ -
Office Supplies	\$ 1,039.53
PSC Assessment	\$ -
Total Operations Cost	\$ 63,365.68

Capital Improvements Cost	
Line Extensions	\$ -
Building / Fencing	\$ -
Contingency Account	\$ 12,000.00
Computer Equipment / Software	\$ 300.00
Pressure Recorder	\$ -
Office Equipment	\$ -
Shop Appliance	\$ -
New Equipment	\$ 3,865.97
Total Capital Improvement	\$ 16,165.97

TOTAL O & M DISBURSEMENTS: \$139,670.05

Accounts Continued

Debt Service Expenditures	
KIA Fund C Loan B'town/P'ville	\$ 999.58
KRWA Finance	\$ 3,812.40
KACOLT Building Loan	\$ 1,300.53
KACOLT~Line Extensions	\$ -
Rural Development-Start Up	\$ -
KIA Fund F Loan-Phase V	\$ -
Total Debt Services	\$ 6,112.51

Deposit Account Expenditures	
Total # of Deposit Refunds~ 14	\$ 544.05

Reserve Account Expenditures	\$ -
-------------------------------------	-------------

Contingency Account Expenditures	
Doe Run-Ekron Road	\$ 29,834.14
Hwy 1638	\$ 1,738.21
US 60	\$ 1,144.32
Office Furniture	\$ -
Debt Service	\$ 3,300.00
Litigation	\$ 82.50
Building Improvement	\$ 360.00
Miscellaneous	\$ 128.42
	\$ -
	\$ -
TOTAL Contingency Account	\$ 36,587.59

Otter Creek Payment	\$ 2,594.96
Doe Valley Payment	\$ -
Fort Knox Payment	\$ -
Meter Fees	\$ 6,600.00
Water Station	\$ 1,178.25

Total No. of Customers 3372

Revenue Account

Sale of Water, Hook-ups, Service Charges

\$124,347.85

O&M Account

Payroll, vehicle repairs, line repairs, buying of water, Debt service, Capital Improvement

\$145,000

Deposit Account

Used to pay refunds on deposits customers made

0

Reserve Account

This account is Required by Rural Development. It must have a balance of \$35,000

Contingency Account

Used for in-house projects, purchasing of large items (e.g. cars, trucks, dump trucks, etc)

\$12,000

Debt Service

Used to pay on current loans

\$15,700

\$3,300



O & M Account Expenditures	
Administrative Cost (O & M)	
Employee Insurance	\$ 296.74
Mileage	
Unemployment	\$ 420.01
Commissioner's Pay	\$ 1,074.51
Advertisement	\$ 141.75
FICA	\$ 6,733.49
Legal Fees	\$ -
Debt Service Account	\$ 12,400.00
Health Insurance	\$ 3,423.37
KY Retirement	\$ 3,502.95
KRWA Dues	\$ -
Office Personnel Salaries	\$ 8,843.71
MC Fiscal Court Interest	\$ 2,613.86
Workers Compensation Ins	\$ -
Reserve Account	\$ -
Taxes - Sales	\$ 274.49
Taxes - Sales W/H	\$ 1,076.22
Training	\$ 1,428.05
Exterminating	\$ 40.00
Telephone	\$ 967.54
Utility Tax	\$ 3,226.15
All - Line Liability Insurance	\$ -

Total Administrative Cost \$ 46,462.84

Maintenance Cost (O & M)	
Tank Repairs	\$ -
Copier Maintenance	
Computer Maintenance	\$ -
Gravel / Rock	\$ 303.46
Equipment Repairs	\$ 108.88
Line Maintenance	\$ 3,193.40
Building Repairs / Maintenance	
Vehicles Repairs / Parts	\$ 369.01
Elizabethtown Gas	\$ 6.18
Water / Sewer / Garbage	\$ 97.82
Meter Setting Material	\$ 11,728.25
Meter Repairs / Testing	\$ 173.50
Testing Supplies	\$ -

Total Maintenance Cost \$ 15,980.50

Accounts

Revenue Account	
Previous Balance	\$ 487,744.87
Deposits	\$ 164,379.90
Interest	\$ 1,259.49
Total	\$ 653,384.26
Disbursements	\$ 145,305.00
Current Balance	\$ 508,079.26

O & M Account	
Previous Balance	\$ 9,814.87
Deposits	\$ 145,000.00
Interest	\$ 155.07
Total	\$ 154,969.94
Disbursements	\$ 148,544.55
Current Balance	\$ 6,425.39

Debt Service	
Previous Balance	\$ 142,879.95
Deposits	\$ 15,700.00
Interest	\$ 381.16
Total	\$ 158,961.11
Disbursements	\$ 6,112.51
Current Balance	\$ 152,848.60

Contingency Account	
Previous Balance	\$ 106,525.01
Deposits	\$ 12,000.00
Interest	\$ 247.85
Total	\$ 118,772.86
Disbursements	\$ 48,757.79
Current Balance	\$ 70,015.07

Deposit Account	
Previous Balance	\$ 49,765.83
Deposits	\$ -
Interest	\$ 137.53
Total	\$ 49,903.36
Disbursements	\$ 455.76
Current Balance	\$ 49,447.60

Reserve Account	
Previous Balance	\$ 32,621.29
Deposits	\$ -
Interest	\$ 90.00
Total	\$ 32,711.29
Disbursements	\$ -
Current Balance	\$ 32,711.29

O & M Expenditures Continued

Operations Cost (O & M)	
Cleaning	\$ 150.00
Billing / Postage	\$ 1,005.41
Hook - Up Refunds	\$ -
Communications	
Electricity	\$ 1,525.40
Equipment Rental	\$ 35.75
Field Personnel Salaries	\$ 14,878.05
Gas / Oil	\$ 2,667.36
Chemicals	\$ -
Compressor Supplies	\$ -
Operating Expenses	\$ 844.52
Safety Equipment	\$ -
Tools	\$ -
Engineering Fees	\$ -
Uniforms	\$ 825.13
H2O Brandenburg	\$ 8,875.70
H2O Hardin County	\$ 37,128.77
Water Testing	\$ 369.00
Miscellaneous	\$ 690.85
Pump Repairs	\$ 162.25
Office Supplies	\$ 1,173.77
PSC Assessment	\$ -
Total Operations Cost	\$ 70,331.96

Capital Improvements Cost	
Line Extensions	\$ -
Building / Fencing	\$ -
Contingency Account	\$ 12,000.00
Computer Equipment / Software	
Pressure Recorder	\$ -
Office Equipment	\$ 3,769.25
Shop Appliance	\$ -
New Equipment	
Total Capital Improvement	\$ 15,769.25

TOTAL O & M DISBURSEMENTS: \$148,544.55

Accounts Continued

Debt Service Expenditures	
KIA Fund C Loan B'town/P'ville	\$ 999.58
KRWA Finance	\$ 3,812.40
KACOLT Building Loan	\$ 1,300.53
KACOLT~Line Extensions	\$ -
Rural Development-Start Up	\$ -
KIA Fund F Loan-Phase V	\$ -
Total Debt Services	\$ 6,112.51

Deposit Account Expenditures	
Total # Deposit Refunds ~ 16	\$ 455.76

Reserve Account Expenditures	\$ -
-------------------------------------	-------------

Contingency Account Expenditures	
Doe Run-Ekron Road	\$ 29,214.89
Hwy 1638	
US 60	\$ 13,983.37
Clean Up ~ Hgwy #1600	\$ 50.00
Debt Service	\$ 3,300.00
Litigation	\$ 220.50
Mowing	\$ 50.00
Repairs ~ Dump Truck	\$ 1,939.03
	\$ -
	\$ -
TOTAL Contingency Account	\$ 48,757.79

Otter Creek Payment	\$ 2,754.70
Doe Valley Payment	\$ 38,934.93
Fort Knox Payment	\$ -
Meter Fees	\$ 8,665.00
Water Station	\$ 1,214.00

Total No. of Customers 3377

Revenue Account

Sale of Water, Hook-ups, Service Charges

\$164,379.90

O&M Account

Payroll, vehicle repairs, line repairs, buying of water, Debt service, Capital Improvement

\$145,000

Deposit Account

Used to pay refunds on deposits customers made

0

Reserve Account

This account is Required by Rural Development. It must have a balance of \$35,000

Debt Service

Used to pay on current loans

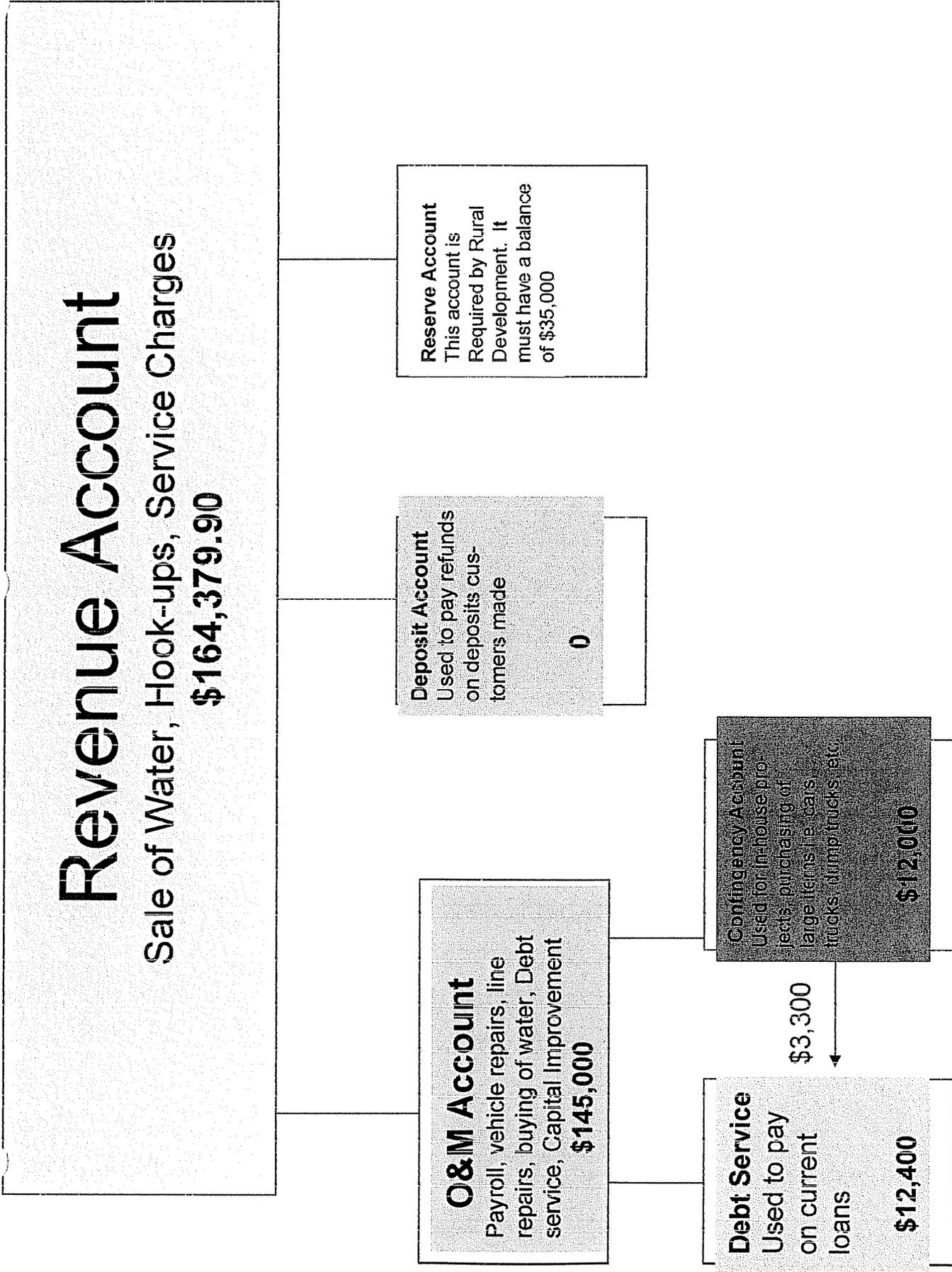
\$12,400

Contingency Account

Used for in-house projects, purchasing of large items, he, cars, trucks, dump trucks, etc.

\$12,000

\$3,300



O & M Account Expenditures	
Administrative Cost (O & M)	
Employee Insurance	\$324.04
Mileage	
Unemployment	
Commissioner's Pay	\$ 1,348.74
Advertisement	
FICA	\$ 8,363.30
Legal Fees	
Debt Service Account	
Health Insurance	\$ 3,423.37
KY Retirement	\$ 4,919.49
KRWA Dues	\$ 1,025.00
Office Personnel Salaries	\$ 7,441.38
MC Fiscal Court Interest	\$ 2,613.86
Workers Compensation Ins	
Reserve Account	
Taxes - Sales	\$ 274.74
Taxes - Sales W/H	\$ 1,511.12
Training	
Exterminating	\$ 40.00
Telephone	\$ 824.68
Utility Tax	\$ 3,226.46
All - Line Liability Insurance	

Total Administrative Cost \$ 35,336.18

Maintenance Cost (O & M)	
Tank Repairs	
Copier Maintenance	
Computer Maintenance	
Gravel / Rock	
Equipment Repairs	
Line Maintenance	\$ 850.83
Building Repairs / Maintenance	
Vehicles Repairs / Parts	\$ 860.92
Elizabethtown Gas	\$ 51.90
Water / Sewer / Garbage	\$ 36.53
Meter Setting Material	\$ 12,238.17
Meter Repairs / Testing	
Testing Supplies	

Total Maintenance Cost \$ 14,038.35

Accounts

Revenue Account	
Previous Balance	\$ 508,079.26
Deposits	\$ 141,014.43
Interest	\$ 1,265.89
Total	\$ 650,359.58
Disbursements	\$ (144,400.00)
Current Balance	\$ 505,959.58

O & M Account	
Previous Balance	\$ 6,425.39
Deposits	\$ 120,000.00
Interest	\$ 104.39
Total	\$ 126,529.78
Disbursements	\$ (120,388.17)
Current Balance	\$ 6,141.61

Debt Service	
Previous Balance	\$ 152,848.60
Deposits	\$ 15,700.00
Interest	\$ 393.69
Total	\$ 168,942.29
Disbursements	\$ (6,112.51)
Current Balance	\$ 162,829.78

Contingency Account	
Previous Balance	\$ 70,015.07
Deposits	\$ 12,000.00
Interest	\$ 179.15
Total	\$ 82,194.22
Disbursements	\$ (39,276.06)
Current Balance	\$ 42,918.16

Deposit Account	
Previous Balance	\$ 49,447.60
Deposits	\$ 68.86
Interest	\$ 132.24
Total	\$ 49,648.70
Disbursements	\$ (527.89)
Current Balance	\$ 49,120.81

Reserve Account	
Previous Balance	\$ 32,711.29
Deposits	\$ -
Interest	\$ 87.34
Total	\$ 32,798.63
Disbursements	\$ -
Current Balance	\$ 32,798.63

O & M Expenditures Continued

Operations Cost (O & M)	
Cleaning	\$ 355.00
Billing / Postage	\$ 953.97
Hook - Up Refunds	\$ -
Communications	\$ -
Electricity	\$ 1,316.74
Equipment Rental	\$ 30.75
Field Personnel Salaries	\$ 12,169.12
Gas / Oil	\$ 3,127.39
Chemicals	\$ -
Compressor Supplies	\$ -
Operating Expenses	\$ 673.86
Safety Equipment	\$ -
Tools	\$ 626.53
Engineering Fees	\$ -
Uniforms	\$ 731.66
H2O Brandenburg	\$ 7,387.60
H2O Hardin County	\$ 35,677.33
Water Testing	\$ 144.00
Miscellaneous	\$ 1,058.56
Pump Repairs	\$ 1,981.83
Office Supplies	\$ 656.00
PSC Assessment	
Total Operations Cost	\$ 66,890.34

Capital Improvements Cost	
Line Extensions	\$ -
Building / Fencing	\$ -
Contingency Account	\$ -
Computer Equipment / Software	\$ 4,123.30
Pressure Recorder	\$ -
Office Equipment	\$ -
Shop Appliance	\$ -
New Equipment	\$ -
Total Capital Improvement	\$ 4,123.30

TOTAL O & M DISBURSEMENTS: \$120,388.17

Accounts Continued

Debt Service Expenditures	
KIA Fund C Loan B'town/P'ville	\$ 999.58
KRWA Finance	\$ 3,812.40
KACOLT Building Loan	\$ 1,300.53
KACOLT~Line Extensions	\$ -
Rural Development-Start Up	\$ -
KIA Fund F Loan-Phase V	\$ -
Total Debt Services	\$ 6,112.51

Deposit Account Expenditures	
Total # Deposit Refunds ~ 16	\$ 527.89

Reserve Account Expenditures	\$ -
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Doe Run-Ekron Road	\$ 2,693.62
Hwy 1638	\$ 11,768.75
US 60	\$ 75.00
Telephone upgrade	\$ 1,044.69
Debt Service	\$ 3,300.00
Litigation	\$ 120.00
Plaque/electric work/publication	\$ 1,015.00
Repairs ~ Sign	\$ 219.00
Vehicle	\$ 19,040.00
	\$ -
	\$ 39,276.06

Otter Creek Payment	\$ -
Doe Valley Payment	\$ 15,949.80
Fort Knox Payment	\$ 106.20
Meter Fees	\$ 3,700.00
Water Station	\$ 962.75

Total No. of Customers 3385

Revenue Account

Sale of Water, Hook-ups, Service Charges
\$141,014.43

O&M Account

Payroll, vehicle repairs, line repairs, buying of water, Debt service, Capital Improvement

\$120,000

Deposit Account

Used to pay refunds on deposits customers made

0

Reserve Account

This account is Required by Rural Development. It must have a balance of \$35,000

Contingency Account

Used for unforeseen items, purchases, major items, cars, trucks, dump trucks, etc

\$12,000

Debt Service

Used to pay on current loans

\$12,400

\$3,300

November 2005

Meade County Water District

December 2005

O & M Account Expenditures	
Administrative Cost (O & M)	
Employee Insurance	\$324.04
Mileage	\$ -
Unemployment	\$ -
Commissioner's Pay	\$ 1,348.74
Advertisement	\$ 6.75
FICA	\$ 6,877.40
Legal Fees	\$ -
Debt Service Account	\$ -
Health Insurance	\$ 4,345.32
KY Retirement	\$ 4,036.16
KRWA Dues	\$ -
Office Personnel Salaries	\$ 8,978.71
MC Fiscal Court Interest	\$ 2,613.86
Workers Compensation Ins	\$ 240.00
Reserve Account	\$ -
Taxes - Sales	\$ 244.25
Taxes - Sales W/H	\$ 1,274.82
Training	\$ 854.10
Exterminating	\$ 40.00
Telephone	\$ 225.31
Utility Tax	\$ 3,012.09
All - Line Liability Insurance	

Total Administrative Cost \$ 34,421.55

Maintenance Cost (O & M)	
Tank Repairs	\$ -
Copier Maintenance	\$ -
Computer Maintenance	\$ 730.00
Gravel / Rock	\$ 71.83
Equipment Repairs	\$ -
Line Maintenance	\$ 1,330.76
Building Repairs / Maintenance	\$ -
Vehicles Repairs / Parts	\$ 734.53
Elizabethtown Gas	\$ -
Water / Sewer / Garbage	\$ 49.65
Meter Setting Material	\$ 1,672.42
Meter Repairs / Testing	\$ 200.00
Testing Supplies	\$ -

Total Maintenance Cost \$ 4,789.19

Accounts	
Revenue Account	
Previous Balance	\$ 505,959.58
Deposits	\$ 132,915.13
Interest	\$ 1,349.43
Total	\$ 640,224.14
Disbursements	\$ (124,400.00)
Current Balance	\$ 515,824.14

O & M Account	
Previous Balance	\$ 6,141.61
Deposits	\$ 100,000.00
Interest	\$ 126.49
Total	\$ 106,268.10
Disbursements	\$ (84,406.22)
Current Balance	\$ 21,861.88

Debt Service	
Previous Balance	\$ 162,829.78
Deposits	\$ 15,700.00
Interest	\$ 432.91
Total	\$ 178,962.69
Disbursements	\$ (6,112.51)
Current Balance	\$ 172,850.18

Contingency Account	
Previous Balance	\$ 42,918.16
Deposits	\$ 12,040.00
Interest	\$ 111.41
Total	\$ 55,069.57
Disbursements	\$ (11,373.37)
Current Balance	\$ 43,696.20

Deposit Account	
Previous Balance	\$ 49,120.81
Deposits	\$ -
Interest	\$ 135.72
Total	\$ 49,256.53
Disbursements	\$ (357.97)
Current Balance	\$ 48,898.56

Reserve Account	
Previous Balance	\$ 32,798.63
Deposits	\$ -
Interest	\$ 90.69
Total	\$ 32,889.32
Disbursements	\$ -
Current Balance	\$ 32,889.32

Revenue Account

Sale of Water, Hook-ups, Service Charges
\$132,915.13

O&M Account

Payroll, vehicle repairs, line repairs, buying of water, Debt service, Capital Improvement
\$100,000

Deposit Account
Used to pay refunds on deposits customers made
0

Reserve Account
This account is Required by Rural Development. It must have a balance of \$35,000

Contingency Account
Used for in-house projects: purchasing of large items, trailers, trucks, dump trucks, etc.
\$12,000

Debt Service
Used to pay on current loans
\$12,400

\$3,300

December 2005

MEADE COUNTY WATER DISTRICT

TEST YEAR BILLING ANALYSIS

USAGE TABLE

	Bills	Gallons	2,000	5,000	10,000	20,000	37,000
First 2,000	9,910	9,580.5	9,580.5				
Next 5,000	25,884	104,731.2	51,768.0	52,963.2			
Next 10,000	4,474	41,926.6	8,948.0	22,370.0	10,608.7		
Next 20,000	321	7,206.4	642.0	1,605.0	3,210.0	1,749.4	
Over 37,000	88	16,082.7	176.0	440.0	880.0	1,760.0	12,826.7
TOTAL	40,677	179,527.4	71,114.5	77,378.2	14,698.7	3,509.4	12,826.7

REVENUE TABLE

	Bills	Gallons	Rate	Revenue			
First 2,000	40,677	71,114.5	\$14.87	604,867			
Next 5,000		77,378.2	7.41	573,372			
Next 10,000		14,698.7	7.11	104,508			
Next 20,000		3,509.4	6.41	22,495			
Over 37,000		12,826.7	5.41	69,392			
TOTAL		179,527.5		\$ 1,374,635			
Doe Valley Water		57,326.0	3.00	171,978			
Otter Creek Water		6,947.0	3.26	22,647			
Bulk Sales		3,183.0	5.25	16,711			
Total Revenue from Sales				\$ 1,585,971			
Adjustment for 132 customers added in 2006							
Average usage = 4,410 = \$32.65							
1,584 Bills times \$32.65				\$ 51,718			
Adjusted Revenue				1,637,688			

MEADE COUNTY WATER DISTRICT		
WATER PURCHASED AND SOLD		
Total Purchased	270,660.5	
Residential Sales	179,527.5	0.6633
Doe Valley Water	57,326.0	0.2118
Otter Creek Water	6,947.0	0.0257
Flushing, Fire and Other	1,822.0	0.0067
Breaks and Leaks	25,038.0	0.0925
Total	270,660.5	

MEADE COUNTY WATER DISTRICT

JOINTLY USED MILES OF LINE

Total Miles of Line			Jointly Used Lines			
Size	Miles	Inch Miles	Otter Creek - Miles	Inch Miles	Doe Valley - Miles	Inch Miles
2	5.6	11.1				
3	4.9	14.8				
4	48.4	193.4				
6	75.0	450.2				
8	58.6	468.8	11	88	12	96
10	10.5	104.6				
21	0.4	8.2				
Total	203.3	1,251.1	11	88	12	96
Otter Creek Ratio	0.0703					
Doe Valley Ratio	0.0767					

MEADE COUNTY WATER DISTRICT

WHOLESALE ALLOCATION FACTORS

	Formula		Multiplier	Factor
Plant Use Percentage	0.0067			
Line Loss Percentage	0.0925			
Total Plant Use and Line Loss	0.0992			
Meade Co. Water Production Multiplier	1 / 1 - .0992		1.1101	0.9008
Wholesale Inch Mile Ratio				
Otter Creek	88.0 / 1,251.1		0.0703	
Doe Valley	96.0 / 1,251.1		0.0767	
Wholesale Share of Line Loss				
Otter Creek	.0703 x .0925 + .0067		0.0132	
Doe Valley	.0767 x .0925 + .0067		0.0138	
Production Multiplier				
Otter Creek	1 / 1 - .0132		1.0134	
Doe Valley	1 / 1 - .0138		1.0140	
Production Allocation Factor				
Otter Creek	6,947.0		1.0134	
	243,800.5	x	1.1101	0.0260
Doe Valley	57,326.0		1.0140	
	243,800.5	x	1.1101	0.2148
Transmission Factor				
Otter Creek	6,947.0 / 243,800.5	x	0.0703	0.0020
Doe Valley	57,326.0 / 243,800.5	x	0.0767	0.0180

MEADE COUNTY WATER DISTRICT

DEPRECIATION SUMMARY

	Total	Otter Creek Factors	Expense	Doe Valley Factors	Expense	Meade County
Structures and Improvements	\$ 45,347	0.0260	\$ 1,179	0.2148	\$ 9,741	\$ 34,427
Wells and Springs	333	0.0260	9	0.2148	72	253
Supply Mains	131,164	0.0020	262	0.0180	2,361	128,541
Pumping Equipment	26,829	0.0020	54	0.0180	483	26,292
T and D Mains	14,010	0.0020	28	0.0180	252	13,730
Services	1,578		-		-	1,578
Meters and Hydrants	21,203		-		-	21,203
Other Plant and Equipment	7,807		-		-	7,807
Office Furniture	7,040		-		-	7,040
Miscellaneous	42,813	0.0020	86	0.018	771	41,957
Total	\$ 298,124		\$ 1,617		\$ 13,679	\$ 282,828
Otter Creek						
Production	\$ 1,188					
Transmission	430					
Doe Valley						
Production	\$ 9,812					
Transmission	3,867					
Meade County						
Production	\$ 34,680					
Transmission	168,563					
Customer	79,585					

MEADE COUNTY WATER DISTRICT						
ALLOCATION OF EXPENSES TO WHOLESALE CUSTOMERS						
Expenses for 2006		Otter Creek Factors	Expense	Doe Valley Factors	Expense	Meade County
Bad Debts	\$ 4,800					\$ 4,800
Document Shredding	427					427
Employee Insurance						
Source and Pumping	1,322	0.0260	34	0.2148	284	1,004
Trans. And Dist	1,361	0.0020	3	0.0180	24	1,334
Admininstrative	739	0.0020	1	0.0180	13	737
Customer	467					467
Audit	5,000	0.0020	10	0.0180	90	4,900
Bank Lock Box	20					20
Unemployment						
Source and Pumping	1,111	0.0260	29	0.2148	239	844
Trans. And Dist	1,144	0.0020	2	0.0180	21	1,121
Admininstrative	621	0.0020	1	0.0180	11	609
Customer	392					392
Commissioner's Wages	15,948	0.0020	32	0.0180	287	15,629
Advertisement	602					602
FICA						
Source and Pumping	31,862	0.0260	828	0.2148	6,844	24,189
Trans. And Dist	32,799	0.0020	66	0.0180	590	32,143
Admininstrative	17,805	0.0020	36	0.0180	320	17,449
Customer	11,245					11,245
Legal	399	0.0020	1	0.0180	7	391
Flu Shots	240	0.0020	0	0.0180	4	235
Health Insurance						
Source and Pumping	16,972	0.0260	441	0.2148	3,646	12,885
Trans. And Dist	17,471	0.0020	35	0.0180	314	17,122
Admininstrative	9,484	0.0020	19	0.0180	171	9,295
Customer	5,990					5,990

Expenses for 2006		Otter Creek Factors	Expense	Doe Valley Factors	Expense	Meade County
Retirement						
Source and Pumping	19,620	0.0260	510	0.2148	4,214	14,896
Trans. And Dist	20,197	0.0020	40	0.0180	364	19,794
Admininstrative	10,964	0.0020	22	0.0180	197	10,745
Customer	6,842					6,842
KRWA Dues	1,025	0.0260	27	0.2148	220	778
Office Personnel Salaries	88,458	0.0020	177	0.0180	1,592	86,689
MC Fiscal Court Interest	29,402	0.0020	59	0.0180	529	28,814
CCR Preparation	3,423	0.0260	89	0.2148	735	2,599
Workers Comp. And Withholding						
Source and Pumping	9,202	0.0260	239	0.2148	1,977	6,986
Trans. And Dist	9,472	0.0020	19	0.0180	171	9,283
Admininstrative	5,142	0.0020	10	0.0180	93	5,039
Customer	3,248					3,248
Sales Tax	3,113	0.0020	6	0.0180	56	3,051
Training	6,221	0.0260	162	0.2148	1,336	4,723
Exterminating	480					480
Telephone	10,881	0.0260	283	0.2148	2,337	8,261
Utility Tax	41,475	0.0260	1,078	0.2148	8,909	31,488
Line Liability Insurance	14,957	0.0260	389	0.2148	3,213	11,355
Tank Repairs	3,599	0.0260	94	0.2148	773	2,732
Computer Maintenance	2,707					2,707
Gravel - Rock	1,908	0.0020	4	0.0180	34	1,870
Equipment Repairs	3,072	0.0260	80	0.2148	660	2,332
Line Maintenance	21,790	0.0260	567	0.0180	392	20,831
Building Repairs - Maintenance	1,979					1,979
Vehicle Repairs	9,314	0.0260	242	0.2148	2,001	7,071
Gas	976					976
Water/Sewer/Garbage	725					725
Sensus Maintenance Agreement	730	0.0260	19	0.2148	157	554
Cleaning	1,510					1,510
Billing Postage	16,118					16,118
Communications	1,848	0.0020	4	0.0180	33	1,811
Electricity	18,092	0.0260	470	0.2148	3,886	13,735
Equipment Rental	2,350	0.0260	61	0.2148	505	1,784

Expenses for 2006		Otter Creek Factors	Expense	Doe Valley Factors	Expense	Meade County
Field Personnel Salaries						
Source and Pumping	83,162	0.0260	2,162	0.2148	17,863	63,137
Trans. And Dist	83,162	0.0020	166	0.0180	1,497	81,499
Gas/Oil	29,018	0.0260	754	0.2148	6,233	22,030
Computer Service Agreement	2,380					2,380
Chemicals	327	0.0260	9	0.2148	70	248
Operating Expenses	9,701	0.0020	19	0.0180	175	9,507
Safety Equipment	832	0.0260	22	0.2148	179	632
Tools	799	0.0020	2	0.0180	14	783
Contingency Fund not Depreciated	3,380	0.0020	7	0.0180	61	3,312
Uniforms	8,818	0.0020	18	0.0180	159	8,642
Purchased Water	371,667	0.0260	9,663	0.2148	79,834	282,170
Testing	4,181	0.0260	109	0.2148	898	3,174
Miscellaneous	4,454	0.002	9	0.0180	80	4,365
Backhoe Repair	120	0.002	0	0.018	2	118
Pump Repairs	1,169	0.0260	30	0.2148	251	888
Office Supplies	8,111		-		-	8,111
PSC Assessment	2,600	0.002	5	0.018	47	2,600
Depreciation per 2005 Audit	298,124		1,617		13,679	282,828
Debt Principal Per 2005 Audit	98,786		987.86		4,939.30	92,859
Interest	119,083		1,190.83		5,954.15	111,938
Debt Coverage	43,574		435.74		2,178.69	40,959
Total Expenses	\$ 1,722,510		\$ 23,397		\$181,364	\$1,517,814
Debt allocated based on Depreciation expense allocations.						
			Revised Rates		Current Rates	
Gallons Sold to Otter Creek	6,947.0		\$ 3.37		\$ 3.17	
			Current Rates			
Gallons Sold to Doe Valley	57,236.0		\$ 3.26		\$ 3.00	

MEADE COUNTY WATER DISTRICT				
ALLOCATION OF EXPENSES TO RETAIL CUSTOMERS				
Expenses for 2006	Total	Commodity	Demand	Customer
Bad Debts	\$ 4,800			\$ 4,800
Document Shredding	427			427
Employee Insurance				
Source and Pumping	1,004		1,004	
Trans. And Dist	1,334		1,334	
Customer	467			467
Audit	4,900			4,900
Bank Lock Box	20			20
Unemployment				
Source and Pumping	844		844	
Trans. And Dist	1,121		1,121	
Customer	392			392
Commissioner's Wages	15,629			15,629
Advertisement	602			602
FICA				
Source and Pumping	24,189		24,189	
Trans. And Dist	32,143		32,143	
Customer	11,245			11,245
Legal	391			391
Flu Shots	235			235
Health Insurance				
Source and Pumping	12,885		12,885	
Trans. And Dist	17,122		17,122	
Customer	5,990			5,990
Retirement				
Source and Pumping	14,896		14,896	
Trans. And Dist	19,794		19,794	
Customer	6,842			6,842
KRWA Dues	778			778
MC Fiscal Court Interest	28,814		28,814	
CCR Preparation	2,599			2,599

Workers Comp. And Withholding				
Source and Pumping	6,986		6,986	
Trans. And Dist	9,283		9,283	
Customer	3,248			3,248
Sales Tax	3,051			3,051
Training	4,723		2,361	2,361
Exterminating	480			480
Line Liability Insurance	11,355		11,355	
Tank Repairs	2,732		2,732	
Gravel - Rock	1,870		1,870	
Equipment Repairs	2,332		2,332	
Line Maintenance	20,831		20,831	
Building Repairs - Maintenance	1,979		1,979	
Vehicle Repairs	7,071		7,071	
Gas	976			976
Water/Sewer/Garbage	725			725
Sensus Maintenance Agreement	554		554	
Cleaning	1,510			1,510
Billing Postage	16,118			16,118
Electricity	13,735	13,735		
Equipment Rental	1,784		1,784	
Field Personnel Salaries				
Source and Pumping	63,137		63,137	
Trans. And Dist	81,499		81,499	
Computer Service Agreement	2,380			2,380
Chemicals	248	248		
Safety Equipment	632		632	
Tools	783		783	
Contigency Fund not Depreciated	3,312		3,312	
Purchased Water	282,170	282,170		
Testing	3,174		3,174	
Backhoe Repair	118		118	
Pump Repairs	888		888	
Office Supplies	8,111			8,111
PSC Assessment	2,600			2,600
Subtotal	767,257	296,153	376,826	94,277

Percentage Less Commodity			0.7999	0.2001
Administrative and General	219,374		175,473	43,901
Depreciation per 2005 Audit	282,828		253,007	29821
Debt Principal Per 2005 Audit	92,859		82,644	10,214
Interest	111,938		99,625	12,313
Debt Coverage	40,959		36,454	4,506
Total Expenses	\$ 1,517,815	\$ 296,153	\$ 1,024,029	\$ 197,633
Less Other Income	(20,248)			(20,248)
Income Required From Rates	1,497,567	296,153	1,024,029	177,385
Debt allocated based on Depreciation expense allocations.				

MEADE COUNTY WATER DISTRICT						
CALCULATION OF RETAIL RATES (Includes usage for new customers)						
	Total	2,000	5,000	10,000	20,000	37,000
Actual Water Sales	179,527.4	74,300.5	81,179.2	14,698.7	3,509.4	12,826.7
Percentage		0.4139	0.4522	0.0819	0.0195	0.0714
Increased for Demand	329,926.1	148,601.0	142,063.6	22,048.1	4,386.8	12,826.7
Percentage		0.4504	0.4306	0.0668	0.0133	0.0389
Commodity	\$ 296,153	\$ 122,568	\$ 133,915	\$ 24,247	\$ 5,789	\$ 21,159
Demand	1,024,029	461,230	440,939	68,433	13,616	39,812
Customer	197,633	197,633				
Total	\$ 1,517,815	\$ 781,430	\$ 574,854	\$ 92,680	\$ 19,405	\$ 60,971
Bills - 42,261						
COSS Rates		\$ 18.49	\$ 7.08	\$ 6.31	\$ 5.53	4.75
Proposed		15.85	7.66	7.35	6.65	5.65
Current Rates		14.48	5.96	5.07	4.17	4.17
Increase		\$ 1.37	\$ 1.70	\$ 2.28	\$ 2.48	\$ 1.48
		9%	29%	45%	59%	35%
In order to minimize the impact on the minimum bill, Meade County proposed to move slowly toward cost based rates. Meade County respectfully requests the Commission grant the proposed rates set out herein.						

MEADE COUNTY WATER DISTRICT

PROPOSED RATES

USAGE TABLE

	Bills	Gallons	2,000	5,000	10,000	20,000	37,000
First 2,000	9,910	9,580.5	9,580.5				
Next 5,000	25,884	104,731.2	51,768.0	52,963.2			
Next 10,000	4,474	41,926.6	8,948.0	22,370.0	10,608.7		
Next 20,000	321	7,206.4	642.0	1,605.0	3,210.0	1,749.4	
Over 37,000	88	16,082.7	176.0	440.0	880.0	1,760.0	12,826.7
TOTAL	40,677	179,527.4	71,114.5	77,378.2	14,698.7	3,509.4	12,826.7

REVENUE TABLE

	Bills	Gallons	Proposed Rate	Revenue	Current Rates	Increase
First 2,000	40,677	71,114.5	\$15.85	\$ 644,730	\$14.87	\$0.98
Next 5,000		77,378.2	7.66	592,717	7.41	0.25
Next 10,000		14,698.7	7.35	108,035	7.11	0.24
Next 20,000		3,509.4	6.65	23,338	6.41	0.24
Over 37,000		12,826.7	5.65	72,471	5.41	0.24
TOTAL		179,527.5		\$ 1,441,291		
Doe Valley Water		57,326.0	3.26	186,883		
Otter Creek Water		6,947.0	3.37	23,411		
Bulk Sales		3,183.0	5.25	16,711		
Total Revenue from Sales				\$ 1,668,296		
Adjustment for 132 customers added in 2006						
Average usage = 4,410 = \$34.23						
1,584			\$34.23	\$ 54,227		
Other Income				20,248		
Adjusted Revenue				\$ 1,722,523		

MEADE COUNTY WATER DISTRICT
AUDITED FINANCIAL STATEMENTS
DECEMBER 31, 2005

CONTENTS

INDEPENDENT AUDITORS' REPORT PAGE 3

BALANCE SHEET5

STATEMENT OF REVENUE, EXPENDITURES AND RETAINED EARNINGS.....7

STATEMENT OF CASH FLOWS.....8

STATEMENT OF REVENUE, EXPENDITURES AND RETAINED EARNINGS -
BUDGETED AND ACTUAL9

NOTES TO FINANCIAL STATEMENTS10

SUPPLEMENTAL INFORMATION16

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON THE INTERNAL
CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING
STANDARDS.....25

Joseph E. Richardson
William A. Talley
Jon D. Chesser
Bob E. Wientjes
Ruth A. Payne

Kentucky Offices:
Louisville
Brandenburg
Hardinsburg
Leitchfield

INDEPENDENT AUDITORS' REPORT

Commissioners
Meade County Water District
Brandenburg, Kentucky

We have audited the accompanying financial statements of Meade County Water District of Brandenburg, Kentucky as of and for the year ended December 31, 2005, as listed in the table of contents. These financial statements are the responsibility of the Commission's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of Meade County Water District as of December 31, 2005 and the results of its operations and cash flows for the year then ended in conformity with generally accepted accounting principles in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated February 14, 2006 on our consideration of the Meade County Water District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral

part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The Meade County Water District has not presented the management's discussion and analysis required by the Governmental Accounting Standards Board, that the accounting principles generally accepted in the United States of America has determined necessary to supplement, although not required to be part of, the basic financial statements. We have applied certain limited procedures to the budgetary comparison information, which consisted primarily of inquires of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements of Meade County Water District. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Richardson, Pennington & Skinner, PSC

Louisville, Kentucky
February 14, 2006

**MEADE COUNTY WATER DISTRICT
BALANCE SHEET
DECEMBER 31, 2005**

<u>ASSETS</u>	<u>2005</u>
Current Assets:	
Cash	\$ 581,582
Restricted cash	241,977
Prepaid insurance	9,877
Accounts receivable	110,875
Inventory - water	4,253
Inventory - parts	<u>41,457</u>
Total Current Assets	<u>990,021</u>
Fixed Assets:	
Transmission and distribution facilities	6,305,008
Waterline extensions	2,522,194
Equipment	417,299
Trucks	226,768
Buildings	756,577
Improvements	<u>13,538</u>
	10,241,384
Less accumulated depreciation	<u>(2,310,027)</u>
Net Fixed Assets	<u>7,931,357</u>
Other Assets:	
Land	55,310
Bond issuance costs (less amortization of \$2,898)	<u>16,427</u>
Total Other Assets	<u>71,737</u>
TOTAL ASSETS	<u><u>\$ 8,993,115</u></u>

The notes to the financial statements are an integral part of this statement.

**MEADE COUNTY WATER DISTRICT
BALANCE SHEET (CONTINUED)
DECEMBER 31, 2005**

<u>LIABILITIES AND RETAINED EARNINGS</u>	<u>2005</u>
Current Liabilities:	
Accounts payable	\$ 44,603
Notes payable - current portion	101,718
Customer deposits	76,781
Accrued expenses	6,816
Accrued interest - deposits	213
Accrued retirement payable	5,047
Accrued vacation & sick leave	<u>31,426</u>
Total Current Liabilities	266,604
Long-Term Liabilities:	
Notes payable	2,250,974
Less: Current portion of long-term debt	<u>(101,718)</u>
Total Long-Term Liabilities	<u>2,149,256</u>
Total Liabilities	2,415,860
Retained Earnings:	
Contributed capital in aid of construction	1,537,190
Retained earnings	<u>5,040,065</u>
Retained Earnings	<u>6,577,255</u>
TOTAL LIABILITIES AND RETAINED EARNINGS	<u><u>\$ 8,993,115</u></u>

The notes to the financial statements are an integral part of this statement.

**MEADE COUNTY WATER DISTRICT
STATEMENT OF REVENUE, EXPENSES, AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 2005**

	2005
Revenues:	
Water service	\$ 1,582,433
Total Revenues	1,582,433
Operating Expenses:	
Water test	2,532
Tools	3,076
Depreciation	298,124
Amortization	966
Payroll taxes	27,403
Utility tax	33,557
Other taxes and licenses	2,799
Salaries and wages	322,019
Commissioners pay	21,533
Employees pension and benefits	24,481
Water purchase	365,434
Purchased power	21,682
Repairs and maintenance	-44,785
Billing expense	12,581
Materials and supplies	3,169
Professional fees	39,835
Contractual services	7,133
Transportation expense	26,695
Health insurance	37,427
Other insurance	9,763
Bad debts	8,339
Advertising	1,154
Public service assessment	2,165
Equipment rental	773
Office expenses	11,043
Uniforms	8,413
Communications	2,168
Telephone	10,744
Dues, fees and training	8,316
Gravel	1,171
Bank charges	20
Miscellaneous	2,101
Total Operating Expenses	1,361,401
Operating Income	221,032
Nonoperating revenue (expenses)	
Interest Income	20,248
Debt service-interest	(119,083)
Total Nonoperating revenues (expenses)	(98,835)
Net Income	122,197
Retained Earnings, January 1, 2005	4,917,868
Retained Earnings, December 31, 2005	\$ 5,040,065

**MEADE COUNTY WATER DISTRICT
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2005**

	2005
Cash Flow From Operating Activities	
Net income	\$ 122,197
Adjustments To Reconcile Net Income To Net Cash Provided By Operations:	
Depreciation	298,124
Amortization	966
(Increase) Decrease In:	
Accounts receivable	(30,755)
Inventory	(6,385)
Prepaid expenses	(1,972)
Increase (Decrease) In:	
Accounts payable	17,740
Customer deposits	9,495
Accrued liabilities	17,773
Net Cash Provided By Operating Activities	427,183
Cash Flows From Investing Activities	
Purchase of fixed assets	(344,556)
Net Cash (Used By) Investing Activities	(344,556)
Cash Flows From Financing Activities	
Contributed capital	82,240
Payment on long-term debt	(98,786)
Net Cash (Used By) Financing Activities	(16,546)
Net Increase (Decrease) in Cash	66,081
Cash at January 1, 2005	753,497
Cash at December 31, 2005	\$ 819,578
Supplemental Disclosures:	
Cash paid for interest	\$ 119,270

The notes to the financial statements are an integral part of this statement.

MEADE COUNTY WATER DISTRICT
STATEMENT OF REVENUE, EXPENSES, AND RETAINED EARNINGS -
BUDGETED AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted</u>	<u>Actual</u>	Variance Over (Under)
Revenues:			
Water Service	\$ 1,436,429	\$ 1,582,433	\$ 146,004
Operating Expenses:			
Water test	2,667	2,532	(135)
Tools	3,609	3,076	(533)
Depreciation expense	298,124	298,124	-0-
Amortization	966	966	-0-
Payroll taxes	27,115	27,403	288
Utility tax	36,267	33,557	(2,710)
Other taxes and licenses	2,925	2,799	(126)
Salaries and wages	307,259	322,019	14,760
Commissioners pay	21,533	21,533	-0-
Employees pension and benefits	21,861	24,481	2,620
Water purchase	343,163	365,434	22,271
Purchased power	21,707	21,682	(25)
Repairs and maintenance	44,165	44,785	620
Billing expence	13,346	12,581	(765)
Materials and supplies	8,479	3,169	(5,310)
Professional fees	29,299	39,835	10,536
Contractual services	7,351	7,133	(218)
Transportation expense	26,349	26,695	346
Health insurance	37,537	37,427	(110)
Other insurance	15,390	9,763	(5,627)
Bad debts	9,452	8,339	(1,113)
Advertising	1,154	1,154	-0-
Public service assessment	2,165	2,165	-0-
Equipment rental	773	773	-0-
Office expenses	10,138	11,043	905
Uniforms	8,524	8,413	(111)
Communications	2,168	2,168	-0-
Telephone	10,505	10,744	239
Dues, fees and training	8,316	8,316	-0-
Gravel	1,372	1,171	(201)
Bank charges	-0-	20	20
Miscellaneous	5,887	2,101	(3,786)
Total Operating Expenses	1,329,566	1,361,401	31,835
Operating Income	106,863	221,032	114,169
Nonoperating revenue (expenses)			
Interest Income	8,100	20,248	12,148
Debt service-interest	-0-	(119,083)	(119,083)
Total Nonoperating revenues (expenses)	8,100	(98,835)	(106,935)
Net Income	114,963	122,197	7,234
Retained Earnings, January 1, 2005	4,917,868	4,917,868	-0-
Retained Earnings, December 31, 2005	\$ 5,032,831	\$ 5,040,065	\$ 7,234

The notes to the financial statements are an integral part of this statement.

**MEADE COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005**

NOTE 1 - ORGANIZATION AND ACCOUNTING POLICIES

The Meade County Water District is a water distribution system organized under the laws of the State of Kentucky. The District is exempt from Federal, State and Local income taxes. It is controlled by a board of commissioners appointed by the County Judge-Executive. The District purchases its water from the Commission of Brandenburg and Hardin County #1 under a long-term contract and the sale of this water is the source of the district operating revenues.

The Meade County Water District's policy is to prepare its financial statements using the economic resources measurement focus and the accrual basis of accounting. Under this method, all assets and liabilities associated with operations are included on the balance sheet, and revenues recorded when earned and expenses are recorded at the time liabilities are incurred. The Department's reporting entity applies all relevant Governmental Accounting Standards Board (GASB) pronouncements. Proprietary funds and similar component units apply Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails.

Accounts receivable is stated at gross amount due. Bad debts are charged directly to expense when management determines an account to be uncollectible. Management believes that all accounts receivable are collectible and that all bad debts have been written off.

Depreciation is provided on the straight-line method over the estimated economic useful life of the depreciable property, ranging from five to forty years. Expenditures for repairs and maintenance are charged to expense as incurred. Depreciation expense in 2005 was \$252,776.

The debt issue expense is amortized by the debt outstanding method over the term of the issue.

NOTE 2 - CASH AND CASH EQUIVALENTS

The District reporting entity considers highly liquid investments (including assets) with an original maturity of three months or less when purchased to be cash equivalents. The District considers cash in bank to be cash equivalents. At December 31, 2005, the District has a balance of \$836,420 in its checking accounts. Federal Deposit Insurance Corporation (FDIC) insurance is limited to \$100,000 and the District has \$700,000 in securities pledged from National City Bank. Accordingly, at December 31, 2005 \$36,420 was unsecured.

**MEADE COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2005**

NOTE 3 - LONG-TERM DEBT

Long-term debt at December 31, 2005 consisted of the following:

	<u>2005</u>
Bonds payable to Farmers Home Administration, payable in semi-annual principal and interest installments in June and December of each year with final payment in 2032. Interest is computed on a daily basis at a rate of 5.0%.	\$ 375,000
Bonds payable to Kentucky Infrastructure Authority, payable in semi-annual principal and interest installments in June and December of each year with final payment in 2024. Interest is computed on a daily basis at a rate of 3.0%.	\$ 370,474
Bonds payable to Kentucky Rural Water Finance Corp. payable in monthly principal and interest installments final payment in December, 2024, collateralized by Water Revenue. Interest is computed on a daily basis at a rate of 5.081%.	\$ 550,000
Bonds payable to Kentucky Infrastructure Authority, principal payable on each June 1 and interest payable on each December 1 and June 1. Interest is computed on a daily basis at a rate of 4.68%.	\$ 157,500
Note payable to Meade County Fiscal Court. Payable in monthly interest and yearly principal. Final payment in January, 2015. Interest computed on daily basis of 5.28%	\$ 290,000
Note payable to Meade County Fiscal Court, 20 year note, final payment due in November 2015, effective interest rate is 6.174%, collateralized by all equipment, furniture, furnishings, vehicles and other personal property comprising the construction project.	<u>\$ 508,000</u>

**MEADE COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2005**

NOTE 3 - LONG-TERM DEBT (CONTINUED)

Total Debt	2,250,974
Less: Current Portion	<u>(101,718)</u>
 Long-Term Debt	 <u>\$ 2,149,256</u>

NOTE 4 - DEBT MATURITIES

Debt Maturities are as follows:

<u>Fiscal Year</u> Ending <u>December 31</u>	<u>2002A</u> Revenue Bonds Series A	<u>Kentucky</u> Infrastructure Authority	<u>1992</u> Revenue Bond	<u>KaCoLT</u>	<u>Meade</u> County Fiscal Court	<u>Kentucky</u> Infrastructure Authority	<u>Total</u> Proprietary Debt
2006	\$ 17,000	\$ 5,000	\$ 5,000	\$ 20,000	\$ 40,000	\$ 14,718	\$ 101,718
2007	18,000	7,500	6,000	20,000	42,000	15,163	108,663
2008	20,000	10,000	6,000	25,000	45,000	15,621	121,621
2009	<u>21,000</u>	<u>10,000</u>	<u>6,000</u>	<u>25,000</u>	<u>47,000</u>	<u>16,093</u>	<u>125,093</u>
	76,000	32,500	23,000	90,000	174,000	61,595	457,095
Beyond 2008	<u>474,000</u>	<u>125,000</u>	<u>352,000</u>	<u>200,000</u>	<u>334,000</u>	<u>308,879</u>	<u>1,793,879</u>
	<u>\$ 550,000</u>	<u>\$ 157,500</u>	<u>\$ 375,000</u>	<u>\$ 290,000</u>	<u>\$ 508,000</u>	<u>\$ 370,474</u>	<u>\$ 2,250,974</u>

NOTE 5 - BUDGET

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The office manager is responsible for preparing the proposed operating budget prior to each fiscal year commencing on January 1. The proposed operating budget is submitted to the Commissioners for approval.
2. Budgeted amounts are as originally adopted, or as amended by the Commissioners.

**MEADE COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2005**

NOTE 6 – EMPLOYEE RETIREMENT BENEFITS

Effective June, 1986 the Meade County Water District began providing benefits for regular full-time employees of each county and Meade County Water District. These benefits are provided under the County Employees Retirement System (CERS) of the state of Kentucky. Regular full-time employees are required to participate. The plan is included in the Annual Report of the Kentucky Retirement Systems. A copy may be obtained from the Kentucky Retirement Systems, Perimeter Park West, 1260 Louisville Road, Frankfort, Kentucky 40601.

Plan Description for Non-Hazardous and Hazardous Employees - CERS is a cost-sharing multiple-employer defined benefit pension plan that covers substantially all regular full-time members employed in non-hazardous duty positions of each county and school board, and any additional eligible local agencies electing to participate in the System. The plan provides for retirement, disability, and death benefits to plan members. Retirement benefits may be extended to beneficiaries of plan members under circumstances. Cost-of-living (COLA) adjustments are provided at the discretion of the State legislature.

Contributions for Non-Hazardous - Participating employers were required to contribute at an actuarially determined rate. Per Kentucky Revised Statute Section 61.565(3), normal contribution and past service contribution rates shall be determined by the Board on the basis of an annual valuation last preceding the July 1 of a new biennium. The Board may amend contribution rates as of the first day of July of the second year of a biennium, if it is determined on the basis of a subsequent actuarial valuation that amended contribution rates are necessary to satisfy requirements determined in accordance with actuarial bases adopted by the Board. For the year ended June 30, 2005 and 2004, participating employers contributed 10.98% and 8.48%, respectively, of each employee's creditable compensation. The actuarially determined rate set by the Board for the Year ended June 30, 2005 and 2004, was 10.98% and 8.48%, respectively, of creditable compensation. Administrative costs of Kentucky Retirement System are financed through employer contributions and investment earnings.

The Commission's current year payroll was \$343,552. The Commission made the required contributions for the fiscal year amounting to \$24,481.

**MEADE COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2005**

NOTE 7 - RISK MANAGEMENT

The Meade County Water District is exposed to various risks and losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Commission currently carries property and general liability insurance through the Kentucky Municipal Risk Management Association. Workman's Compensation insurance is carried through Bridgefield Casualty Insurance Company.

NOTE 8 - ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 9 - ADVERTISING COSTS

Advertising costs, except for costs associated with direct-response advertising, are charged to operations when incurred. The costs of direct-response advertising are capitalized and amortized over the period during which future benefits are expected to be received. Total non-direct-response advertising amounted for 2005 was \$1,154.

NOTE 10 - CONTRIBUTED CAPITAL IN AID OF CONSTRUCTION

Meade County Water District requires that each new customer be charged a fee of \$500 for installation, which was approved by the Public Service Commission. This fee is deposited into the contributed capital in aid of construction account to cover the cost of any needed expansion to the system. For 2005, the Commission collected \$82,240.

**MEADE COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2005**

NOTE 11- RESTRICTED CASH

Meade County Water District is required to maintain several cash accounts that are restricted. They are as follows:

	<u>2005</u>
Customer Deposits Account – The District is required to maintain this account for customer deposits, which are to be given back to the customer when they leave the district.	\$ 48,899
Reserves Account – The District is required to maintain a reserve account to be use to replace capital expenditures.	32,889
Debt Service Account – The District is required to maintain this account to pay off the debt from Farmers Home Administration.	159,989
Construction Accounts – The District is required to maintain these account to pay the debt occurred for extension projects.	<u>200</u>
Total Restricted Cash	<u>\$ 241,977</u>

SUPPLEMENTAL INFORMATION

**MEADE COUNTY WATER DISTRICT
SUPPLEMENTAL INFORMATION
DECEMBER 31, 2005**

1. Insurance Coverage

<u>POLICY NUMBER</u>	<u>INSURANCE COMPANY AND ADDRESS</u>	<u>EXPIRATION DATE OF POLICY</u>
Insurance Policy # B05070101214	Cunneal & Hignite Insurance, Inc. Elizabethtown, KY 42702	7/1/2006
	<u>TYPE</u>	<u>COVERAGE</u>
	General Liability	\$ 3,000,000
	Auto Liability	2,010,000
	Property - Buildings	500 Deductible
	Employee Dishonesty	100,000
	Excess Liability – Umbrella	2,000,000

2. Water and/or Sewer Utility Borrowers Only

A. Water purchased	263,932,400
B. Water sold	237,074,134
C. Water in storage tanks & lines	3,348,522
D. Treated waste	N/A
E. Number of users – Water	3,383
F. Number of users – Sewer	N/A

**MEADE COUNTY WATER DISTRICT
SUPPLEMENTAL INFORMATION (CONTINUED)
DECEMBER 31, 2005**

3. Distribution of All Cash and Investments

Appropriate bank accounts have been set up as required by grant and bond resolution agreements. All accounts are interest bearing checking accounts. Federal Deposit Insurance Corporation (FDIC) insurance is limited to \$100,000 and the District has \$700,000 in securities pledged from National City Bank. Accordingly, at December 31, 2005, \$36,420 was unsecured.

4. Aged Accounts Receivable at December 31, 2005 were as follows

	DAYS				TOTAL
	0-30	31-60	61-90	OVER 90	
Dollar Values	<u>\$ 91,623</u>	<u>\$ 6,941</u>	<u>\$ 1,959</u>	<u>\$ 10,352</u>	<u>\$ 110,875</u>

5. List of commissioners

NAME	ADDRESS	TERM	
		YEARS	EXPIRATION DATE
Doug Cornett, Chairman	125 Cornett Lane Guston, KY 40142	3	July 1, 2009
Jon Whitfield, Treasurer	150 Milan Road Brandenburg, KY 40108	3	June 20, 2006
Rebecca Richardson, Secretary	2539 Old Ekron Road Brandenburg, KY 40108	3	July 1, 2009
Norman Boothe	58 St. Martins Road Vine Grove, KY 40175	3	June 20, 2007
Wesley Prather	905 Whelan Road Vine Grove, KY 40175	3	July 1, 2009

MEADE COUNTY WATER DISTRICT
SUPPLEMENTAL SCHEDULE
KENTUCKY RURAL WATER FINANCE BONDS
SERIES 2001A
DECEMBER 31, 2005

<u>YEAR</u>	<u>Principal Installments, Series A Bonds</u>
2006	17,000
2007	18,000
2008	20,000
2009	21,000
2010	21,000
2011	22,000
2012	24,000
2013	26,000
2014	28,000
2015	30,000
2016	32,000
2017	33,000
2018	35,000
2019	38,000
2020	41,000
2021	44,000
2022	47,000
2023	49,000
2024	4,000
	\$ 550,000
	\$ 550,000

See Note 3 in the financial statements.

MEADE COUNTY WATER DISTRICT
SUPPLEMENTAL SCHEDULE
WATER WORKS REVENUE BONDS OF 1992
DECEMBER 31, 2005

<u>YEAR</u>	<u>Principal Installments, Series A Bonds</u>
2006	5,000
2007	6,000
2008	6,000
2009	6,000
2010	7,000
2011	7,000
2012	8,000
2013	8,000
2014	9,000
2015	9,000
2016	10,000
2017	11,000
2018	11,000
2019	13,000
2020	13,000
2021	14,000
2022	15,000
2023	16,000
2024	17,000
2025	18,000
2026	20,000
2027	20,000
2028	22,000
2029	23,000
2030	25,000
2031	27,000
2032	29,000
	<u>\$ 375,000</u>

See Note 3 in the financial statements.

**MEADE COUNTY WATER DISTRICT
 SUPPLEMENTAL SCHEDULE
 NOTE PAYABLE TO MEADE COUNTY FISCAL COURT
 DECEMBER 31, 2005**

<u>YEAR</u>	<u>Principal Payments</u>	<u>Interest and Fees</u>	<u>Projected Annual Total Payments</u>
2006	40,000	30,334	70,334
2007	42,000	27,813	69,813
2008	45,000	25,143	70,143
2009	47,000	22,313	69,313
2010	49,000	19,360	68,360
2011	52,000	16,258	68,258
2012	54,000	12,996	66,996
2013	57,000	9,585	66,585
2014	60,000	5,989	65,989
2015	62,000	2,233	64,233
	<u>\$ 508,000</u>	<u>\$ 172,024</u>	<u>\$ 680,024</u>

See Note 3 in the financial statements.

**MEADE COUNTY WATER DISTRICT
 SUPPLEMENTAL INFORMATION (CONTINUED)
 BONDS PAYABLE TO KENTUCKY INFRASTRUCTURE AUTHORITY
 DECEMBER 31, 2005**

<u>YEAR</u>	<u>Principal Payments</u>
2006	5,000
2007	7,500
2008	10,000
2009	10,000
2010	10,000
2011	10,000
2012	10,000
2013	10,000
2014	10,000
2015	10,000
2016	10,000
2017	10,000
2018	10,000
2019	10,000
2020	10,000
2021	10,000
2022	5,000
	\$ 157,500
	\$ 157,500

See Note 3 in the financial statements.

**MEADE COUNTY WATER DISTRICT
SUPPLEMENTAL INFORMATION (CONTINUED)
BONDS PAYABLE TO KENTUCKY ASSOCIATION OF COUNTIES LEASING TRUST
DECEMBER 31, 2005**

<u>YEAR</u>	<u>Principal Payments</u>
2006	20,000
2007	20,000
2008	25,000
2009	25,000
2010	25,000
2011	25,000
2012	30,000
2013	30,000
2014	30,000
2015	30,000
2016	30,000
	<hr/>
	\$ 290,000
	<hr/> <hr/>

See Note 3 in the financial statements.

**MEADE COUNTY WATER DISTRICT
 SUPPLEMENTAL INFORMATION (CONTINUED)
 BONDS PAYABLE TO KENTUCKY INFRASTRUCTURE AUTHORITY
 DECEMBER 31, 2005**

<u>YEAR</u>	<u>Principal Payments</u>
2006	14,718
2007	15,163
2008	15,621
2009	16,093
2010	16,580
2011	17,081
2012	17,417
2013	18,119
2014	18,677
2015	19,242
2016	19,803
2017	20,422
2018	21,040
2019	21,888
2020	22,331
2021	23,006
2022	23,701
2023	24,417
2024	25,155
	<u> </u>
	<u>\$ 370,474</u>

See Note 3 in the financial statements.

Joseph E. Richardson
William A. Talley
Jon D. Chesser
Bob E. Wientjes
Ruth A. Payne

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

Kentucky Offices:
Louisville
Brandenburg
Hardinsburg
Leitchfield

Commissioners
Meade County Water District
Vine Grove, Kentucky

We have audited the financial statements of the Meade County Water District, for the year ended December 31, 2005, and have issued our report thereon dated February 14, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Meade County Water District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect Meade County Water District's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. We recognize the extent of segregation of duties is a judgment established by management. We also recognize this judgment is affected by certain circumstances beyond the District's control such as by budgetary constraints. Due to limited staff, a proper segregation of duties may be impossible. However, the lack of adequate segregation of duties is hereby noted as a reportable condition pursuant to professional auditing standards.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe the reportable condition described above is not a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Meade County Water District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of

our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information of management and the Public Service Commission and is not intended to be and should not be used by anyone other than these specified parties.

Richardson, Pennington & Skinner, PSC.

Louisville, Kentucky

February 14, 2006

WATER

CLASS A & B
WATER DISTRICTS AND ASSOCIATIONS

ANNUAL REPORT

OF

Meadow County Water District

TO THE

PUBLIC SERVICE COMMISSION

OF THE

COMMONWEALTH OF KENTUCKY

211 SOWER BOULEVARD
P. O. BOX 615
FRANKFORT, KENTUCKY 40602

FOR THE CALENDAR YEAR ENDED DECEMBER 31, 05

Water Districts/Associations - Class A & B

Annual Report

Of

Mead County Water District

Exact Legal Name of Reporting Utility

1003 Armory Place

Brandenburg, KY 40108

(Address of Utility)

TO THE
PUBLIC SERVICE COMMISSION
OF THE
COMMONWEALTH OF KENTUCKY

FOR THE CALENDAR YEAR ENDED DECEMBER 31, 20 05

CHECKLIST FOR THE ANNUAL REPORT
 FOR CLASS A AND B WATER DISTRICTS AND WATER ASSOCIATIONS
 TO BE COMPLETED AND RETURNED WITH THE ANNUAL REPORT

Page No.	Account No.	Page No.	Yes	No	If No, Explain Why
9	233	agrees with 24	Total 233		
9	234	agrees with 24	Total 234		
9	236	agrees with 25	Beginning and Ending Balance 236		
9	237	agrees with 25	Total 237 Cols b & e		
9	242	agrees with 26	Total 242		
9	251	agrees with 20	Total 251		
9	252	agrees with 21	Beginning and Ending Balance 252		
10	400	agrees with 27	Total Water Operating Revenue Col e		
10	401	agrees with 28	Total 601-675, Col c		
10	408.1 & 408.2	agrees with 25	Total Taxes Accrued 408.10-408.20		
11	427	agrees with 25	Total Interest Accrued Col c		
11	Net Income Before Contributions	agrees with 12	Balance Trans From Inc Col c		
13	101	agrees with 14	Total Water Plant Col f		
14	The analysis of water utility plant accounts Cols c through k has been completed				
15	The analysis of accumulated depreciation and amortization by primary account has been completed.				
20	186.1	agrees with 26	Total 186.1 Col c		
22	Schedule of Long-Term Debt		has been completed		
23	Schedule of Bond Maturities		has been completed		
27	Taxes collected (example: school tax, sales tax, franchise tax) have been excluded from Revenue and Expenses				
27	The analysis of water operating revenue Cols c, d, and e has been completed.				

PUBLIC SERVICE COMMISSION OF KENTUCKY
PRINCIPAL PAYMENT AND INTEREST INFORMATION
FOR THE YEAR ENDING DECEMBER 31, 2005

1. Amount of Principal Payment during calendar year \$ 98,786
2. Is Principal Current? (Yes) (No) _____
3. Is Interest Current? (Yes) (No) _____
4. Has all long-term debt been approved by the Public Service Commission?
(Yes) (No) _____ PSC Case No. _____

SERVICES PERFORMED BY
INDEPENDENT CERTIFIED PUBLIC ACCOUNTANT ("CPA")

Are your financial statements examined by a Certified Public Accountant?

Yes No _____

If yes, which service is performed?

Audit _____

Compilation _____

Review _____

Please enclose a copy of the accountant's report with the annual report

Additional Information Required By Commission Orders

Provide any special information required by prior Commission orders, as well as any narrative explanations necessary to fully explain the data. Examples of the types of special information that may be required by Commission orders include surcharge amounts collected, refunds issued, and unusual debt repayments.

Case #	Date Of Order	Item/Explanation
		<i>None</i>

Attach additional sheets if more room is required

TABLE OF CONTENTS

	Page
<u>FINANCIAL SECTION</u>	
Identification.....	4-6
Comparative Balance Sheet - Assets And Other Debits.....	7-8
Comparative Balance Sheet - Equity Capital & Liabilities.....	9
Comparative Operating Statement.....	10-11
Statement of Retained Earnings.....	12
Utility Plant.....	13
Accumulated Depreciation.....	13
Water Utility Plant Accounts.....	14
Analysis of Accumulated Depreciation by Primary Account.....	15
Accumulated Amortization.....	16
Utility Plant Acquisition Adjustments.....	16
Investments and Special Funds.....	17
Accounts and Notes Receivable - Net.....	18
Materials and Supplies.....	19
Prepayments.....	19
Miscellaneous Deferred Debits.....	20
Unamortized Debt Discount and Expense and Premium On Debt.....	20
Extraordinary Property Losses.....	21
Advances For Construction.....	21
Long Term Debt.....	22
Bonds and Maturities.....	23
Notes Payable.....	24
Accounts Payable To Associated Co.	24
Accrued Taxes.....	25
Accrued Interest.....	25
Misc. Current & Accrued Liabilities.....	26
Regulatory Commission Expense.....	26
<u>WATER OPERATING SECTION</u>	
Water Operating Revenue.....	27
Water Utility Expense Accounts.....	28
Pumping & Purchased Water Statistics.....	29

7. State whether respondent is a water district or association. _____

Water District

8. Name all operating departments other than water. _____

VIA

9. Name of counties in which you furnish water service. _____

Meado County

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
UTILITY PLANT				
101-106	Utility Plant.....	13	\$ <u>9,046,798</u>	\$ <u>9,314,617</u>
108-110	Less: Accumulated Depreciation And Amortization.....	13,15-16	\$ <u>1,823,776</u>	\$ <u>2,079,087</u>
	Net Plant.....		\$ <u>7,223,022</u>	\$ <u>7,235,530</u>
114-115	Utility Plant Acquisition Adjustments (Net)	16	\$ _____	\$ _____
116	Other Utility Plant Adjustments.....		\$ _____	\$ _____
	Total Net Utility Plant.....		\$ <u>7,223,022</u>	\$ <u>7,235,530</u>
OTHER PROPERTY AND INVESTMENTS				
121	Nonutility Property.....		\$ <u>905,340</u>	\$ <u>982,077</u>
122	Less: Accumulated Depreciation And Amortization.....		\$ <u>168,127</u>	\$ <u>230,940</u>
	Net Nonutility Property.....		\$ <u>717,213</u>	\$ <u>751,137</u>
123	Investment in Associated Companies...	17	\$ _____	\$ _____
124-125	Utility and Other Investments.....	17	\$ _____	\$ _____
126	Sinking Funds.....	17	\$ _____	\$ _____
127	Other Special Funds.....	17	\$ _____	\$ _____
	Total Other Property & Investments...		\$ <u>717,213</u>	\$ <u>751,137</u>
CURRENT AND ACCRUED ASSETS				
131	Cash.....		\$ <u>753,497</u>	\$ <u>823,559</u>
132	Special Deposits.....		\$ _____	\$ _____
133	Other Special Deposits.....		\$ _____	\$ _____
134	Working Funds.....		\$ _____	\$ _____
135	Temporary Cash Investments.....		\$ _____	\$ _____
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts.....	18	\$ <u>87,756</u>	\$ <u>110,875</u>
145	Accounts Receivable From Associated Companies.....		\$ _____	\$ _____
146	Notes Receivable From Associated Companies.....		\$ _____	\$ _____
151-153	Materials and Supplies.....	19	\$ <u>39,325</u>	\$ <u>45,710</u>
161	Stores Expense.....		\$ _____	\$ _____
162	Prepayments.....	19	\$ <u>4,250</u>	\$ <u>9,877</u>
171	Accrued Interest and Dividends Receivable.....		\$ _____	\$ _____
172	Rents Receivable.....		\$ _____	\$ _____
173	Accrued Utility Revenues.....		\$ _____	\$ _____
174	Misc. Current and Accrued Assets.....		\$ _____	\$ _____
	Total Current and Accrued Assets		\$ <u>884,828</u>	\$ <u>990,021</u>

COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
EQUITY CAPITAL				
214	Appropriated Retained Earnings.....	12	\$ _____	\$ _____
215.1	Retained Earnings From Income Before Contributions.....	12	\$ <u>4917,868</u>	\$ <u>5,040,065</u>
215.2	Donated Capital.....	12	\$ <u>1,454,950</u>	\$ <u>1,537,190</u>
	Total Equity Capital.....		\$ <u>6,372,818</u>	\$ <u>6,577,255</u>
LONG-TERM DEBT				
221	Bonds.....	23	\$ <u>1,109,000</u>	\$ <u>1,082,500</u>
222	Reacquired Bonds.....		\$ _____	\$ _____
223	Advances From Associated Companies...		\$ _____	\$ _____
224	Other Long-Term Debt.....	22	\$ <u>1,240,760</u>	\$ <u>1,168,474</u>
	Total Long-Term Debt.....		\$ <u>2,349,760</u>	\$ <u>2,250,974</u>
CURRENT AND ACCRUED LIABILITIES				
231	Accounts Payable.....		\$ <u>26,863</u>	\$ <u>44,603</u>
232	Notes Payable.....	24	\$ _____	\$ _____
233	Accounts Payable To Associated Co. . .	24	\$ _____	\$ _____
234	Notes Payable To Associated Co.	24	\$ _____	\$ _____
235	Customer Deposits.....		\$ <u>67,286</u>	\$ <u>76,781</u>
236	Accrued Taxes.....	25	\$ <u>4,717</u>	\$ <u>68,16</u>
237	Accrued Interest.....	25	\$ <u>400</u>	\$ <u>213</u>
239	Matured Long-Term Debt.....		\$ _____	\$ _____
240	Matured Interest.....		\$ _____	\$ _____
241	Tax Collections Payable.....		\$ _____	\$ _____
242	Misc. Current & Accrued Liabilities..	26	\$ <u>20,612</u>	\$ <u>36,473</u>
	Total Current and Accrued Liabilities.....		\$ <u>119,878</u>	\$ <u>164,886</u>
DEFERRED CREDITS				
251	Unamortized Premium on Debt.....	20	\$ _____	\$ _____
252	Advances For Construction.....	21	\$ _____	\$ _____
253	Other Deferred Credits.....		\$ _____	\$ _____
	Total Deferred Credits.....		\$ _____	\$ _____
OPERATING RESERVES				
261	Property Insurance Reserve.....		\$ _____	\$ _____
262	Injuries and Damages Reserve.....		\$ _____	\$ _____
263	Pension and Benefits Reserve.....		\$ _____	\$ _____
265	Miscellaneous Operating Reserves.....		\$ _____	\$ _____
	Total Operating Reserves.....		\$ _____	\$ _____
	TOTAL EQUITY CAPITAL AND LIABILITIES.		\$ <u>8,842,456</u>	\$ <u>8,993,115</u>

COMPARATIVE OPERATING STATEMENT (CONT'D)

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	PREVIOUS YEAR (d)	CURRENT YEAR (e)
INTEREST EXPENSE				
427	Interest Expense.....		\$ <u>106,166</u>	\$ <u>119,083</u>
428	Amortization of Debt Discount & Exp..		\$ _____	\$ _____
429	Amortization of Premium on Debt.....		\$ _____	\$ _____
	Total Interest Expense.....		\$ <u>106,166</u>	\$ <u>119,083</u>
EXTRAORDINARY ITEMS				
433	Extraordinary Income.....		\$ _____	\$ _____
434	Extraordinary Deductions.....		\$ _____	\$ _____
	Total Extraordinary Items.....		\$ _____	\$ _____
435	NET INCOME BEFORE CONTRIBUTIONS.....		\$ <u>537,365</u>	\$ <u>122,197</u>

UTILITY PLANT (ACCTS. 101 - 106)

ACCT. NO.	PLANT ACCOUNTS	TOTAL
101	Utility Plant In Service.....	\$ <u>9,314,617</u>
102	Utility Plant Leased To Others.....	\$ _____
103	Property Held For Future Use.....	\$ _____
104	Utility Plant Purchased or Sold.....	\$ _____
105	Construction Work In Progress.....	\$ _____
106	Completed Construction Not Classified.....	\$ _____
	Total Utility Plant.....	\$ <u>9,314,617</u>

ACCUMULATED DEPRECIATION (ACCT. 108)

DESCRIPTION	TOTAL
Balance First of Year.....	\$ <u>1,823,776</u>
Credits During Year:	
Accruals Charged To Account 108.1.....	\$ <u>255,311</u>
Accruals Charged To Account 108.2.....	\$ _____
Accruals Charged To Account 108.3.....	\$ _____
Accruals Charged To Other Accounts (specify)	\$ _____
_____	\$ _____
_____	\$ _____
Salvage Value Recovered On Plant Retired.....	\$ _____
Other Credits (specify)	\$ _____
_____	\$ _____
_____	\$ _____
Total Credits.....	\$ _____
Debits During Year:	
Book Cost of Plant Retired.....	\$ _____
Cost Of Removal.....	\$ _____
Other Debits (specify)	\$ _____
_____	\$ _____
_____	\$ _____
Total Debits.....	\$ _____
Balance End Of Year.....	\$ <u>2,079,087</u>

ANALYSIS OF ACCUMULATED DEPRECIATION AND AMORTIZATION BY PRIMARY ACCOUNT

ACCT. NO. (a)	ACCOUNT (b)	BALANCE BEGINNING OF YEAR (c)	CHARGES DURING THE YEAR			BALANCE END OF YEAR (h)
			CHARGES TO DEP. EXP. (d)	OTHER CREDITS (e)	PLANT RETIREMENTS (f)	
301	Organization.....	\$	\$	\$	\$	\$
302	Franchises.....	\$	\$	\$	\$	\$
303	Land and Land Rights.....	\$	\$	\$	\$	\$
304	Structures & Improvements....	\$ 171,191	\$ 45,347	\$	\$	\$ 216,538
305	Collecting & Impounding Reservoirs.....	\$	\$	\$	\$	\$
306	Lake, River & Other Intakes.	\$	\$	\$	\$	\$
307	Wells and Springs.....	\$ 4166	\$ 333	\$	\$	\$ 4,499
308	Infiltration Galleries and Tunnels.....	\$	\$	\$	\$	\$
309	Supply Mains.....	\$ 964,147	\$ 131,164	\$	\$	\$ 1,095,311
310	Power Generation Equipment..	\$	\$	\$	\$	\$
311	Pumping Equipment.....	\$ 214,572	\$ 26,629	\$	\$	\$ 241,401
320	Water Treatment Equipment...	\$	\$	\$	\$	\$
330	Distribution Reservoirs and Standpipes.....	\$	\$	\$	\$	\$
331	Transmission & Distribution Mains.....	\$ 187,160	\$ 14,010	\$	\$	\$ 201,170
333	Services.....	\$ 28,011	\$ 1,578	\$	\$	\$ 29,589
334	Meters and Meter Installations.....	\$ 114,443	\$ 20,655	\$	\$	\$ 135,098
335	Hydrants.....	\$ 8,937	\$ 548	\$	\$	\$ 9,485
336	Backflow Prevention Devices.	\$	\$	\$	\$	\$
339	Other Plant & Miscellaneous Equipment.....	\$ 44,683	\$ 7,807	\$	\$	\$ 52,490
340	Office Furniture & Equip.....	\$ 44,153	\$ 7,040	\$	\$	\$ 51,193
341	Transportation Equipment....	\$	\$	\$	\$	\$
342	Stores Equipment.....	\$	\$	\$	\$	\$
343	Tools, Shop & Garage Equip..	\$	\$	\$	\$	\$
344	Laboratory Equipment.....	\$	\$	\$	\$	\$
345	Power Operated Equipment....	\$ 42,313	\$	\$	\$	\$ 42,313
346	Communication Equipment.....	\$	\$	\$	\$	\$
347	Miscellaneous Equipment.....	\$	\$	\$	\$	\$
348	Other Tangible Plant.....	\$	\$	\$	\$	\$
	TOTALS	\$ 1,823,776	\$ 255,311	\$	\$	\$ 2,079,087

INVESTMENTS AND SPECIAL FUNDS (ACCTS. 123- 127)

Report hereunder all investments and special funds carried in Accounts 123 through 127.

DESCRIPTION OF SECURITY OR SPECIAL FUND (a)	FACE OR PAR VALUE (b)	YEAR END BOOK COST (c)
INVESTMENT IN ASSOCIATED COMPANIES (ACCT. 123) _____ .. \$ _____ _____ .. \$ _____ _____ .. \$ _____ _____ .. \$ _____ _____ .. \$ _____ Total Investment in Associated Companies..... \$ _____		_____ _____ _____ _____ _____ \$ 0
UTILITY INVESTMENTS (ACCT. 124) _____ .. \$ _____ _____ .. \$ _____ _____ .. \$ _____ _____ .. \$ _____ _____ .. \$ _____ Total Utility Investments..... \$ _____		_____ _____ _____ _____ _____ \$ 0
OTHER INVESTMENTS (ACCT. 125) _____ .. \$ _____ _____ .. \$ _____ _____ .. \$ _____ _____ .. \$ _____ _____ .. \$ _____ Total Other Investments..... \$ _____		_____ _____ _____ _____ _____ \$ 0
SINKING FUNDS (ACCT. 126) _____ .. \$ _____ _____ .. \$ _____ _____ .. \$ _____ _____ .. \$ _____ _____ .. \$ _____ Total Sinking Funds..... \$ _____		_____ _____ _____ _____ _____ \$ 0
OTHER SPECIAL FUNDS (ACCT. 127) _____ .. \$ _____ _____ .. \$ _____ _____ .. \$ _____ _____ .. \$ _____ _____ .. \$ _____ Total Other Special Funds..... \$ _____		_____ _____ _____ _____ _____ \$ 0

MATERIALS AND SUPPLIES (151- 153)

ACCOUNT NAME	TOTAL
Plant Materials and Supplies (Account 151)	\$ <u>45,710</u>
Merchandise (Account 152)	\$ _____
Other Materials and Supplies (Account 153).....	\$ _____
Total Materials and Supplies.....	\$ <u>45,710</u>

PREPAYMENTS (ACCT. 162)

DESCRIPTION	TOTAL
Prepaid Insurance.....	\$ <u>9,877</u>
Prepaid Rents.....	\$ _____
Prepaid Interest.....	\$ _____
Prepaid Taxes.....	\$ _____
Other Prepayments (specify)	
_____	\$ _____
_____	\$ _____
Total Prepayments.....	\$ <u>9,877</u>

EXTRAORDINARY PROPERTY LOSSES (ACCT. 182)

Report each item separately.

DESCRIPTION	TOTAL
Extraordinary Property Losses (Acct. 182):	
_____ ...	\$ _____
_____ ...	\$ _____
_____ ...	\$ _____
_____ ...	\$ _____
Total Extraordinary Property Losses.....	\$ <u>0</u>

ADVANCES FOR CONSTRUCTION (ACCT. 252)

DESCRIPTION	TOTAL
Balance first of year.....	\$ _____
Add credits during year.....	\$ _____
Deduct charges during year.....	\$ _____
Balance end of year.....	\$ <u>0</u>

ACCOUNT 221, BONDS

Line No.	Par Value Of Actual Issue (1)	Cash Realized On Actual Issue (2)	Par Value Of Amount Held by or for Respondent (3)	Actually Outstanding At Close Of Year (4)	Interest During Year	
					Accrued (5)	Actually Paid (6)
1	415,000	415,000	415,000	375,000		
2	605,000	605,000	605,000	550,000		
3	165,000	165,000	165,000	157,500		
4						
5						
6						
7						
8						
9						
10						
Total	1,185,000	1,185,000	1,185,000	1,082,500		

SCHEDULE OF BOND MATURITIES

(The total of column 12 must agree with the total of column 4)

Line No.	Bond Numbers (7)	Maturity Date (8)	Interest Rate (9)	Principal Amount (10)	Amount Paid (11)	Remaining Bonds Outstanding (12)
1		1994-2005	5.0	40,000	40,000	
2		2006-2032	5.0	375,000		375,000
3						
4						
5		2002-2005	5.081	55,000	55,000	
6		2006-2024	5.081	550,000		550,000
7						
8						
9		2004-2005	4.50	7,500	7,500	
10		2006-2022	4.50	157,500		157,500
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30						
31						
32						
33						
34						
35						
36						
37						
38						
39						
40						
Total						1,082,500

ACCRUED TAXES (ACCOUNT 236)

ACCT. NO. (a)	DESCRIPTION (b)	TOTAL (c)
	Balance first of year.....	\$ <u>4,717</u>
	Accruals Charged:	
408.10	Utility regulatory assessment fees.....	\$ _____
408.11	Property taxes.....	\$ _____
408.12	Payroll taxes (employer's portion).....	\$ <u>27,403</u>
408.13	Other taxes and licenses.....	\$ <u>36,356</u>
408.20	Taxes other than income, other income and deductions...	\$ _____
	Total taxes accrued.....	\$ <u>63,759</u>
	Taxes paid during year:	
408.10	Utility regulatory assessment fees.....	\$ _____
408.11	Property taxes.....	\$ _____
408.12	Payroll taxes (employer's portion).....	\$ <u>25,393</u>
408.13	Other taxes and licenses.....	\$ <u>36,267</u>
408.20	Taxes other than income, other income and deductions...	\$ _____
	Total taxes paid.....	\$ <u>61,660</u>
	Balance end of year.....	\$ <u>6,816</u>

ACCRUED INTEREST (ACCOUNT 237)

DESCRIPTION OF DEBT (a)	BALANCE BEGINNING OF YEAR (b)	INTEREST ACCRUED DURING YEAR (c)	INTEREST PAID DURING YEAR (d)	BALANCE END OF YEAR (e)
Long-Term Debt:	\$ <u>0</u>	\$ <u>119,083</u>	\$ <u>119,083</u>	\$ <u>0</u>
Notes Payable:	\$ _____	\$ _____	\$ _____	\$ _____
Customer Deposits:	\$ <u>400</u>	\$ _____	\$ <u>167</u>	\$ <u>213</u>
Other:	\$ _____	\$ _____	\$ _____	\$ _____
Total Acct. No. 237.....	\$ <u>400</u>	\$ <u>119,083</u>	\$ <u>119,270</u>	\$ <u>213</u>

WATER OPERATING REVENUE

ACCT NO (a)	(b)	BEGINNING YEAR NO. CUSTOMERS (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
	Operating Revenues:			
460	Unmetered Water Revenue.....			\$ _____
461	Metered Water Revenue:			
461.1	Sales to Residential Customers.....	3119	3245	\$ 1,341,506
461.2	Sales to Commercial Customers.....	113	135	\$ 179,120
461.3	Sales to Industrial Customers.....	1	3	\$ 61,807
461.4	Sales to Public Authorities.....			\$ _____
461.5	Sales to Multiple Family Dwellings....			\$ _____
461.6	Sales through Bulk Loading Stations...			\$ _____
	Total Metered Sales.....	3233	3383	\$ 1,582,433
462	Fire Protection Revenue:			
462.1	Public Fire Protection.....			\$ _____
462.2	Private Fire Protection.....			\$ _____
	Total Fire Protection Revenue.....			\$ _____
464	Other Sales to Public Authorities.....			\$ _____
465	Sales to Irrigation Customers.....			\$ _____
466	Sales for Resale.....			\$ _____
467	Interdepartmental Sales.....			\$ _____
	Total Sales of Water	3233	3383	\$ 1,582,433
	Other Water Revenues:			
469	Guaranteed Revenues.....			\$ _____
470	Forfeited Discounts.....			\$ _____
471	Miscellaneous Service Revenues.....			\$ _____
472	Rents from Water Property.....			\$ _____
473	Interdepartmental Rents.....			\$ _____
474	Other Water Revenues.....			\$ _____
	Total Other Water Revenues.....			\$ _____
	Total Water Operating Revenues.....			\$ 1,582,433

PUMPING AND PURCHASED WATER STATISTICS

(a)	WATER PURCHASED FOR RESALE (Omit 000's) (b)	WATER PUMPED FROM WELLS (Omit 000's) (c)	TOTAL WATER PUMPED AND PURCHASED (Omit 000's) (d)	WATER SOLD TO CUSTOMERS (Omit 000's) (e)
January.....	15,529			15,911
February.....	17,276			16,406
March.....	19,055			14,882
April.....	20,180			19,365
May.....	19,213			19,830
June.....	19,726			23,533
July.....	18,958			25,091
August.....	31,408			21,571
September.....	33,956			22,684
October.....	31,702			20,361
November.....	16,150			19,196
December.....	21,781			19,244
Total for year....	263,934			237,074

Maximum gallons pumped by all methods in any one day (Omit 000's): 681

Date 7/27/05

Minimum gallons pumped by all methods in any one day (Omit 000's): 15

Date 4/25/05

If water is purchased, indicate the following:

Vendor Hardin County #1, City of Brandenburg

Point of delivery N/A

If water is sold to other water utilities for redistribution, list the names of such utilities below:

None

PLANT STATISTICS

Give the following information:

1. Number of fire hydrants, by size.
2. Number of private fire hydrants, by size.
3. If produced, whether water supply is river, impounded stream, well, springs, artificial lake or collector type well.
4. If produced, whether supply is by gravity, pumping, or a combination.
5. Type, capacity, and elevation of reservoirs at overflow and ground level.
6. Miles of main by size and kind.
7. Types of filters: gravity or pressure, number of units, and total rated capacity in gallons per minute.
8. Type of disinfectant, number of units and capacity in pounds per 24 hours.
9. Station equipment. List each pump separately, giving type and capacity and H.P. of driving unit and character of driving unit (steam, electric, or internal combustion). State whether pump is high or low duty.
10. Quantity of fuel used: coal in pounds, gas in cu. ft., oil in gallons, and electric in KWH.
11. Give a description and total cost of any sizable additions or retirements to plant in service outside the normal system growth for the period covered by this report.
12. Capacity of clear well.
13. Peak month, in gallons of water sold.
14. Peak day, in gallons of water sold.

1) Not a fire protection system. 17 6" hydrants

2) None

3) N/A

4) pumping

5) N/A

6)	10"	12.9	mi/ps
	8"	69.016	mi/ps
	6"	51.682	mi/ps
	4"	44.854	mi/ps
	3"	1.7	mi/ps

7) N/A

8) 1 Series V-100 Remate Vacuum V-notch Chlorinator

9) 2 Centrifugal pumps - 210 gallons per minute - 20 HP

Drive unit - Electrical - Low Duty

2 H Booster pumps - 5HP - Drive unit - Electrical - Low Duty

1 Centrifugal Pump - 300 gallons per minute - 15 HP

Drive unit - Electrical - Low Duty

2 Centrifugal pumps - 600 gallons per minute - 40 HP

Drive unit - Electrical - Variable speed

2 Centrifugal pumps - 200 gallons per minute - 15 HP

Drive unit - Electrical - Low Duty

OATH

Commonwealth of _____)
County of _____) ss:

I, _____, having appeared before the undersigned officer duly authorized to administer oaths and being duly sworn, state under oath that I am _____ of _____ ("Respondent"); that I have supervision over the books of account and other financial records of the Respondent and have control over the manner in which they are kept; that such books and records have, during the period covered by the foregoing report, been maintained in good faith in accordance with the accounting and other orders of the Public Service Commission of Kentucky; that I have carefully examined the foregoing report and to the best of my knowledge and belief the information contained in this report is, so far as it relates to matters of accounts, in accordance with the said books of account; that all other statements of fact contained in the foregoing report are true; and that the foregoing report is a correct and complete statement of the business and affairs of the Respondent in every respect and manner during the period of time from and including _____, 20____, to and including _____, 20_____

(Signature of Officer)

Subscribed and sworn to before me, a _____, in and for the State and County named in the above this _____ day of _____, 20_____

(Apply Seal Here)

My Commission Expires _____

(Signature of officer authorized to administer oath)

[Persons making willful false statements in this report may be punished by fine or imprisonment under KRS 523.040 and 523.100.]