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NOTICE TO ALL CUSTOMERS OF NEBO WATER DISTRICT

PUBLIC SERVICE COMMISSION

Due to a rate increase from the City of Madisonville, notice is hereby given that Nebo Water District has filed an application for a Purchased Water Adjustment with the Kentucky Public Service Commission for the purpose of adjusting its water rates. Customer rates will increase by \$0.91 per 1,000 gallons used. The proposed change will be effective for service rendered on and after February 3, 2008

Minimum Water Rates Based on Size Connections

Size of Water Meter Connection	Number of Gallons or Less of Water Per Month to be Provided for the Minimum Rate	Minimum Monthly Water Rate Per Connection
5/8 inch x 3/4 inch	2,000 gallons	\$ 17.71
1 inch	4,000 gallons	31.83
1-1/2 inch	10,000 gallons	71.49
2 inch	20,000 gallons	94.00
3 inch	30,000 gallons	139.29
4 inch	50,000 gallons	305.19

Meter Rates for Water Usage in Addition to Minimum Charge

Subject to the minimum monthly water rate specified above, the following metered charges shall be made for water consumption per month to customers of all size connections:

Number of Gallons of Water Per Month	Monthly Charge Per 1,000 Gallons
First 2,000 gallons	\$ 17.71 (Minimum Charge)
Next 2,000 gallons	7.06 Per 1,000 Gallons
Next 6,000 gallons	6.61 Per 1,000 Gallons
Next 10,000 gallons	6.18 Per 1,000 Gallons
All over 20,000 gallons	5.73 Per 1,000 Gallons

The rates contained in this notice are the rates proposed by Nebo Water District. However, the Public Service Commission may order rates to be charged that differ from these proposed rates. Such action may result in rates for consumers other than the rates in this notice.