HARDIN COUNTY WATER DISTRICT

NUMBER 2

P.S.C. Ky. No. 13

Cancels P.S.C. Ky. No. 12

HARDIN COUNTY WATER DISTRICT NO. 2

OF

ELIZABETHTOWN, HARDIN COUNTY, KENTUCKY

Rates, Rules and Regulations for Furnishing

WATER

AT

HARDIN AND LARUE COUNTIES, KENTUCKY

Filed with PUBLIC SERVICE COMMISSION OF KENTUCKY

ISSUED JANUARY 13, 19 94 EFFECTIVE FEBRUARY 1, 19 94

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

FEB 1 1994

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: [signature]
PUBLIC SERVICE COMMISSION MANAGER

ISSUED BY HARDIN CO. WATER DISTRICT NO. 2
(Name of Utility)

BY Delbert Parrett

DELBERT PARRETT, MANAGER

Form for filing Rate Schedules

For Entire area served
Community, Town or City

P.S.C. NO. _____

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

Revised SHEET NO. 1

Hardin County Water District No. 2
Name of Issuing Corporation

CANCELLING P.S.C. NO. _____

MAY 21 1997

Cancelling SHEET NO. 1

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)

BY: CLASSIFICATION OF SERVICE
FOR THE PUBLIC SERVICE COMMISSION

		RATE PER UNIT
Residential Service 5/8" x 3/4"	First 2,000 Gallons - Minimum Bill	$16.80
	Per 1,000 Gallons next 498,000 Gallons	4.25
	Per 1,000 Gallons over 500,000 Gallons	2.00
1 Inch	First 5,000 Gallons - Minimum Bill	29.55
	Per 1,000 Gallons next 495,000 Gallons	4.25
	Per 1,000 Gallons over 500,000 Gallons	2.00
1 1/2 Inch	First 10,000 Gallons - Minimum Bill	50.80
	Per 1,000 Gallons next 490,000 Gallons	4.25
	Per 1,000 Gallons over 500,000 Gallons	2.00
2 Inch	First 20,000 Gallons - Minimum Bill	93.30
	Per 1,000 Gallons next 480,000 Gallons	4.25
	Per 1,000 Gallons over 500,000 Gallons	2.00
3 Inch	First 30,000 Gallons - Minimum Bill	135.80
	Per 1,000 Gallons next 470,000 Gallons	4.25
	Per 1,000 Gallons over 500,000 Gallons	2.00
4 Inch	First 50,000 Gallons - Minimum Bill	220.80
	Per 1,000 Gallons next 450,000 Gallons	4.25
	Per 1,000 Gallons over 500,000 Gallons	2.00
6 Inch	First 100,000 Gallons - Minimum Bill	433.30
	Per 1,000 Gallons next 400,000 Gallons	4.25
	Per 1,000 Gallons over 500,000 Gallons	2.00
8 Inch	First 150,000 Gallons - Minimum Bill	645.80
	Per 1,000 Gallons next 350,000 Gallons	4.25
	Per 1,000 Gallons over 500,000 Gallons	2.00
10 Inch	First 250,000 Gallons - Minimum Bill	1,070.80
	Per 1,000 Gallons next 250,000 Gallons	4.25
	Per 1,000 Gallons over 500,000 Gallons	2.00
12 Inch	First 400,000 Gallons - Minimum Bill	1,708.30
	Per 1,000 Gallons next 100,000 Gallons	4.25
	Per 1,000 Gallons over 500,000 Gallons	2.00

DATE OF ISSUE April 21 1997
MONTH DATE YEAR

DATE EFFECTIVE May 21 1997
MONTH DATE YEAR

ISSUED BY Earl B. Goodman
Name of Officer

TITLE Chairman

Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. 93-267 dated August 23, 1993.

For entire service area
Community, Town or City
P.S.C. KY. NO.
First Revised SHEET NO. 1.1

Hardin County Water District No. 2
(Name of Utility)

CANCELLING P.S.C. KY. NO.
N/A SHEET NO. N/A

CLASSIFICATION OF SERVICE

	RATE PER UNIT
Wholesale Rate for City of Elizabethtown	$1.7735 per 1,000 gallons

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

AUG 31 2001

PURSUANT TO 807 KAR
SECTION 9 (1)
BY: [signature]
SECRETARY OF THE COMMISSION

DATE OF ISSUE July 10, 2001 DATE EFFECTIVE August 31, 2001

ISSUED BY [signature] TITLE: Chairman
(Signature of Officer)

Issued by authority of an Order of the public Service Commission of Kentucky in Case No. N/A dated N/A.

Form for Filing Rate Schedules

FOR Entire area served
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Hardin County Water District No. 2

CANCELLING P.S.C. KY NO. _____

_____ SHEET NO. _____

CLASSIFICATION OF SERVICE

RATE PER UNIT

TAP FEE

METER SIZE	AMOUNT
5/8" x 3/4"	$600.
1 Inch	$700.
1 1/2 Inch	$1,550.
2 Inch	$1,700.
3 Inch and Larger Size Meters	Actual Cost of Installation

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

SEP 11 1996

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: [signature]
FOR THE PUBLIC SERVICE COMMISSION

DATE OF ISSUE July 12 1996
MONTH DATE YEAR

DATE EFFECTIVE ~~August 26 1996~~
MONTH DATE YEAR

ISSUED BY Earl B Goodman
SIGNATURE OF OFFICER

TITLE Chairman

Issued by authority of an Order of the Public Service Commission of Kentucky in Ca
No. _____ dated _____.

Form for filing Rate Schedules

FOR Entire area served
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Hardin County Water District No. 2

CANCELLING P.S.C. KY NO. _____

_____ SHEET NO. _____

CLASSIFICATION OF SERVICE

RATE PER UNIT

SPECIAL CHARGES
(NON-RECURRING CHARGES)

	DESCRIPTION	AMOUNT
1.	Turn-On Charge	$25.00
2.	Reconnect Charge	25.00
3.	Termination or Field Collection Charge	25.00
4.	Meter Resetting Charge	25.00
5.	Meter Test Charge	25.00
6.	Return Check Charge	15.00
7.	Late Payment Penalty	10%

A detailed narrative explanation of each of these Special Charges is contained in the Rules and Regulations portion of this Tariff.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

DATE OF ISSUE July 12 1996
MONTH DATE YEAR

DATE EFFECTIVE ~~August 26 1996~~
SEP 11 1996
MONTH DATE YEAR

ISSUED BY Dare B. Goodman
SIGNATURE OF OFFICER

PURSUANT TO 807 KAR 5:011
SECTION 9 (1)
BY: Gordon C. Neal
FOR THE PUBLIC SERVICE COMMISSION

TITLE Chairman

Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. _____ dated _____.

FOR Entire area served

P.S.C. KY. NO. _____

_____ SHEET NO. _____

rdin County Water District No.2

CANCELLING P.S.C. KY NO. _____

_____ SHEET NO. _____

RULES AND REGULATIONS

EXPLANATION OF SPECIAL CHARGES

A. Purpose: Pursuant to the provisions of 807 KAR 5:006, Section 8, the District has adopted the following Special Charges to cover certain costs incurred for a specific customer. The purpose of these Special Charges is to keep from increasing rates to other customers who do not receive any benefits from the service provided or the action taken.

B. Special Charges:

1. **Turn-On Charge.** A Turn-On Charge shall be assessed for a new service Turn-On, seasonal Turn-On or temporary service. A Turn-On Charge shall not be made for initial installation of service where a tap-fee is applicable.

2. **Reconnect Charge.** A Reconnect Charge shall be assessed to reconnect a service which has been terminated for non-payment of bills or violation of the District's Rules and Regulations or the Public Service Commission's Regulations.

3. **Termination or Field Collection Charge**. A charge shall be assessed when a District representative makes a trip to the premises of a customer for the purpose of terminating service. The charge shall be assessed if the District representative actually terminates service or if, in the course of the trip, the customer pays the delinquent bill to avoid termination. The charge shall also be made if the District representative agrees to delay termination based on the customer's agreement to pay the delinquent bill by a specific date. The District shall make a Termination or Field Collection Charge only once in any billing period.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

DATE OF ISSUE July 12 1996 (MONTH DATE YEAR)

DATE EFFECTIVE ~~August 26 1996~~ (MONTH DATE YEAR)
SEP 11 1996

ISSUED BY Dale B. Goodman
SIGNATURE OF OFFICER

PURSUANT TO 807 KAR 5:011
SECTION 9 (1)

Chairman
TITLE

P.O. Box 66
ADDRESS
Elizabethtown, KY 42702

BY: Gordon C. Neal
FOR THE PUBLIC SERVICE COMMISSION

FOR Entire area served

P.S.C. KY. NO. _____

SHEET NO. _____

Hardin County Water District No. 2

CANCELLING P.S.C. KY NO. _____

SHEET NO. _____

RULES AND REGULATIONS

4. **Meter Resetting Charge**. A charge shall be assessed for resetting a meter if the meter has been removed at the customer's request.

5. **Meter Test Charge** This charge shall be assessed if a customer requests the meter be tested pursuant to Section 18 of 807 KAR 5:006 and the test shows the meter is not more than two percent (2%) fast. No charge shall be made if the test shows the meter is more than two percent (2%) fast.

6. **Return Check Charge**. A Returned Check Charge shall be assessed if a check accepted for payment of a water bill is not honored by the customer's financial institution.

7. **Late Payment Penalty**. A penalty shall be assessed if a customer fails to pay a bill for services by the due date shown on the customer's bill. The penalty shall be assessed only once on any bill for rendered services. Any payment received shall first be applied to the bill for service rendered. Additional penalty charges shall not be assessed on unpaid penalty charges.

C. The amount of each Special Charge shall be the amount approved by the Public Service Commission. These amounts are set forth elsewhere in this Tariff.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

SEP 11 1996

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Gordon C. Neal
FOR THE PUBLIC SERVICE COMMISSION

DATE OF ISSUE July (MONTH) 12 (DATE) 1996 (YEAR)

DATE EFFECTIVE ~~August~~ (MONTH) ~~26~~ (DATE) ~~1996~~ (YEAR)

ISSUED BY Jane B. Goodman (SIGNATURE OF OFFICER) Chairman (TITLE)

P.O. Box 66 (ADDRESS)
Elizabethtown, KY 42702

P.S.C. KY. No. 2

Cancels P.S.C. KY. No. 1

Hardin County Water District No. 2

OF

360 Ring Road
Elizabethtown, KY 42701

RATES, RULES AND REGULATIONS FOR FURNISHING

Water

AT

Hardin and Larue Counties, Kentucky

FILED WITH THE PUBLIC SERVICE COMMISSION OF

KENTUCKY

ISSUED: March 12, 1998

EFFECTIVE: ~~April 30, 1998~~

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

NOV 05 1998

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

ISSUED BY: Hardin County Water District No. 2

BY: _____, Chairman

CLASSIFICATION OF SERVICE

SPECIAL CHARGES
(NON-RECURRING CHARGES)

	DESCRIPTION	AMOUNT
1.	Turn-On Charge	$25.00
2.	Reconnect Charge	$25.00
3.	Termination or Field Collection Charge	$25.00
4.	Meter Resetting Charge	$25.00
5.	Meter Testing Charge	$25.00
6.	Return Check Charge	$15.00
7.	Late Payment Penalty	10%
8.	After Hour Turn-On Charge	$40.00

A detailed narrative explanation of each of these Special Charges is contained in the Rules and Regulations portion of this Tariff.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

NOV 05 1998

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

RULES AND REGULATIONS

INTRODUCTION

This schedule of Rules and Regulations governs the furnishing of and maintaining water service by Hardin County Water District No. 2 (the "DISTRICT"). These Rules and Regulations shall be incorporated by reference into all agreements for receiving water service from the District. These Rules and Regulations are promulgated under direction and authority granted by Chapter 5 of the Kentucky Administrative Regulations (807 KAR 5).

PRIOR RULES AND REGULATIONS REPEALED

Any and all prior rules and regulations of the District, which conflict with these Rules and Regulations are hereby repealed.

REVISIONS

These Rules and Regulations may be revised, amended, supplemented, or otherwise changed from time to time in a manner approved by the Kentucky Public Service Commission.

SECTION 1.0: APPLICATION FOR SERVICE

Any person, firm, agency or governmental entity within the boundary of the District may request water service. An application for service or Water User Agreement shall be required to be completed and signed with payment of all applicable fees, before service is supplied by the District. A 5/8" X 3/4" meter shall be the standard residential customer service meter unless the customer requests a larger meter. If a request for a large meter is made, that installation will be evaluated for approval by the District.

SECTION 2.0: BACK FLOW PREVENTION AND PRESSURE REDUCING DEVICES

All service connections shall have a means of back flow prevention. The District's standard meter service connection shall include a back flow prevention device, which is installed by the District. Some services may require a different type or special type of back flow prevention device as deemed necessary by the District. If a service requires a special type of back flow prevention device the District shall give a proposed cost analysis, before service is installed. These devices are installed for the purpose to prevent a Cross-Connection. A Cross-Connection is a connection of the District's water system with a water supply source of questionable quality, and is hereby prohibited. Failure to comply shall result in the discontinuance of water service, until the cross connection as been eliminated. The District's system pressure may require a pressure-reducing valve to be installed on the customers plumbing. This device shall be owned and maintained by the customer. The District also recommends that expansion tanks be installed. See SECTION 33.0 THERMAL EXPANSION TANK RECOMMENDATION.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE

NOV 05 1998

PURSUANT TO 807 KAR 5:011, SECTION 9 (1)

BY: Stephanie Bell

SECRETARY OF THE COMMISSION

SECTION 3.0: BILL FORMAT

SEND PAYMENTS TO:

HARDIN COUNTY WATER DISTRICT NO. 2
P.O. BOX 970
ELIZABETHTOWN, KENTUCKY 42702

PRESORTED
FIRST CLASS MAIL
U.S. POSTAGE
PAID
PERMIT NO. 150
ELIZABETHTOWN, KY 42702

RETURN SERVICE REQUESTED

ACCOUNT NO.	SERVICE FROM	SERVICE TO	DAYS USED
00011574			
DATE BILL MAILED			
08/28/98	08/04	08/04	0

PREV. READING	PRES. READING	UNITS USED	AMOUNT
163900	163900	0	

MIKE HAYCRAFT
4672 WOOLDRIDGE FERRY RD
LEBANON JUNCTION, KY
40150

CURRENT BILL DUE DATE		AFTER DUE DATE	BY DUE DATE
09/10/98	AMOUNT DUE	0.00	0.00

RETURN THIS STUB WITH PAYMENT

DUE DATE	ACCOUNT NO.
09/10/98	00011574

	AFTER DUE DATE	BY DUE DATE
AMOUNT DUE	0.00	0.00

SERVICE ADDRESS 4672 WOOLDRIDGE FERRY RD

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

NOV 05 1998

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephen Bell
SECRETARY OF THE COMMISSION

Date Of Issue: March 12, 1998 **Date Effective: ~~April 30, 1998~~**

Issued By: _____ **Title: Chairman**

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

MAR 15 2000

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

SECTION 4.0: BILLING PROCEDURE

Except for those instances in which a bill must be estimated pursuant to SECTION 15.0 ESTIMATED BILL of these Rules and Regulations, all meters shall be read monthly and each customer shall receive a bill showing, in hundred gallon increments, their usage during the previous monthly billing cycle. The bills are due and payable to the District upon receipt. Payments must be received by the District on or before fifteen (15) days after the date shown in the "Date Bill Mailed" box located on the water bill or a customer shall be deemed delinquent. If delinquent, the customer shall be assessed a Late Payment Penalty.

SECTION 5.0: BILLS AND NOTICES

A. Bills and notices relating to the conduct of the business of the District shall be mailed to the customer's address that is listed on the "User's Agreement" unless a change of address has been filed in writing with the District. A customer shall not be excused from the payment of any bill, nor the performance required by any notice, because of a failure to receive the bill or notice.

B. A bill not paid on or before the past due date shall be deemed delinquent. The District shall mail the delinquent customer a late notice of said delinquency, and the District shall discontinue service without further notice seven (7) days after the date of such notice, unless the bill is paid prior to the expiration of such seven (7) days. If a delinquent bill is not paid within seven (7) days after the date of such late notice, the water supply to a customer shall be discontinued without further notice. However; a "Customer in Good Standing" shall receive an additional above-mentioned billing cycle to pay their bill, at which time all current and arrears' charges shall be paid to avoid discontinuance of service.

   A "Customer in Good Standing" shall not be allowed to carry over their charges more than twice, in a twelve (12) month period.

C. A "Customer in Good Standing" is defined as a customer that has not been turned off for non-payment within the prior twelve (12) month period.

SECTION 6.0: BOILERS AND/OR PRESSURE VESSELS

Customers having boilers and/or pressure vessels receiving a supply of water from the District must have a back flow prevention device approved by the District, on the water supply line and a vacuum valve on the steam line to prevent collapse, in case the water supply from the District is discontinued or interrupted for any reason, with or without notice. It is the customer's responsibility to make necessary provisions to protect his/her equipment in case of interrupted or intermittent service.

SECTION 7.0: CLASSIFICATION OF SERVICE

All customers receiving service from the District shall be classified as Residential Customer Service, Commercial Customer Service, or Industrial Customer Service. The classification of a customer shall be marked on the "User Agreement". The classifications are as follows:

A. RESIDENTIAL CUSTOMER SERVICE

Residential Customer Service consists of those customers who use water service for a:

1. Single Family Dwelling;
2. Church; or
3. Multi-unit Residential Rental Facility or Mobile Home Park whether billed by an individual meter for each unit or by a master meter.

The customers listed above shall not be charged Kentucky State Sales Tax.

B. COMMERCIAL CUSTOMER SERVICE

Commercial Customer Service consists of those customers who use water service for a:

1. Place of business or trade (i.e., retail);
2. Barn or any building not used for housing;
3. Service other than Residential or Industrial.

C. INDUSTRIAL SERVICE

Any customer who uses water service in connection with the manufacturing or assembling of a product for sale to the public shall be classified as an Industrial user and shall be deemed to receive Industrial Customer Service.

SECTION 8.0: COMPLAINTS

Complaints may be made to the General Manager, whose decision may be appealed to the District's Board of Commissioners. Such appeal shall be in writing within ten (10) days of the date of the General Manager's decision and shall state the nature of the complaint and contain supporting evidence. Decisions of the District's Board of Commissioners may be brought to the attention of the Public Service Commission in accordance with 807 KAR 5:006, Section 9. Complaints may also be made directly to the Public Service Commission in accordance with the provisions of 807 KAR 5:001, Section 12 and 13.

SECTION 9.0: CUSTOMER RESPONSIBILITY

A. Each prospective customer desiring water service shall be required to sign the District's standard Water User Agreement before service will be supplied by the District.

B. The customer shall be responsible for all plumbing installed on his/her property beginning at the Point of Delivery. This installation shall be in accordance with state and federal rules and regulations. The customer shall be responsible for maintenance of this portion of the service facilities.

C. The customer shall provide reasonable protection for the District's equipment installed on his/her premises and shall not tamper or interfere with the District's property or permit others to do so. Customers shall permit access to the District's property by duly authorized representatives of the District. Failure to do so may result in loss of service.

D. No connections shall be made to the District's lines except by, or under the supervision of, a duly authorized officer, agent or employee of the District.

E. The customer shall give immediate notice to the District of any irregularities, unsatisfactory service, or defects known to the customer that might affect his/her water service or that of the District's water system.

SECTION 10.0: DAMAGE TO THE DISTRICT'S WATER SYSTEM

No person shall maliciously, willfully or negligently break, damage, destroy, uncover, deface, or tamper with any meter, fire hydrant, shut-off valve, structure, appurtenance, or equipment which is part of the District's system. Any person violating this provision shall be subject to discontinuance of water service and shall pay the cost of repairing or replacing the damaged property. See SECTION 32.0 TAMPERING WITH A METER.

SECTION 11.0: DEPOSITS

A. Customers shall make a cash deposit to secure payment of bills before water service is supplied by the District, as permitted by 807 KAR 5:006 Section 7(1)(b); provided, however, the deposit shall be waived by the District if the customer presents a letter of satisfactory credit and payment history from another water or electric utility or if the customer has not been delinquent with, or disconnected by, the District within the past 12 months.

B. A customer's deposit shall not be refunded until that customer's water service is terminated or until the customer has demonstrated a satisfactory payment history for three (3) years from the original date of deposit.

C. Interest shall accrue on all deposits made by the customer at the rate prescribed by KRS 278.460, beginning on the date of deposit. Interest accrued shall be credited to the customer's account on an annual basis, except the district shall not be required to credit interest on a deposit if a customer's bill is delinquent on the anniversary of the deposit date. Upon termination of service, the deposit and interest earned and owing shall be credited to the final bill with any remainder refunded to the customer.

D. However; a "Customer in Good Standing", as defined in SECTION 5.0 BILLS AND NOTICES, shall be allowed to maintain their deposit status, if the customer is to be away from their residence for an extended period of time. The customer would only be required to pay any applicable Special Charges. The account would remain open, but inactive, with no monthly charges until the account is made active once again.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE

SEP 01 2003

PURSUANT TO 807 KAR 5:011 SECTION 9 (1)

BY EXECUTIVE DIRECTOR

SECTION 12.0: DISCONTINUANCE OF SERVICE AT A CUSTOMER'S REQUEST

Any customer desiring to discontinue the water service to his/her premises for any reason must give notice of discontinuance in person, by writing, or by faxing. The customer must give the District account numbers and other information and allow three (3) working days prior to the date, on which the customer desires to discontinue service. If such notice is not given, the customer shall remain liable for all charges of water and services rendered. If proper notice is given, the customer shall not be responsible for charges of water used beyond the three (3) working days' notice, if the customer provides reasonable access to the meter during that period.

SECTION 13.0: DISCONTINUANCE OF SERVICE FOR NON-PAYMENT AND OTHER REASONS

A. The District may refuse or terminate service to a customer under any of the following conditions.

1. For the violation or noncompliance of any rule or regulation set forth in this Tariff;
2. For noncompliance with the rules and regulations of the Kentucky Public Service Commission;
3. If a dangerous condition exists on a customer's premises;
4. For refusal to provide reasonable access;
5. For illegal use or theft of service;
6. For non-payment of bills;
7. For non-payment of any other indebtedness owed to the District;
8. For tampering with the meter, meter seal, lock, shut-off valve, or any other part of the District's system, or permitting such tampering by others;
9. Cross-Connection of any separate water source with the water service provided by the District;
10. For connecting more than one residence to a meter; or;
11. Residence is deemed not fit for human occupancy by local, state, or federal housing authorities.

SECTION 13.0: DISCONTINUANCE OF SERVICE FOR NON-PAYMENT AND OTHER REASONS <CONT.>

B. If water service is terminated for non-payment of a bill, the customer shall be given at least seven (7) days written notice, separate from the original bill, of the District's intent to terminate. Service shall not be terminated before twenty-five (25) days after the mailing of the original unpaid bill, unless another condition listed in this section exists. The District shall not be responsible for a customer who does not receive their bill as long as the address matches the address on the Water User Agreement. See SECTION 5.0 BILLS AND NOTICES.

C. The District may deny service to an applicant who is a member of a delinquent household where the delinquent customer continues to live and use the service in the household.

SECTION 14.0: EASEMENT

All customers shall grant or convey to the District a perpetual easement and right-of-way across any property owed or controlled by the customer whenever said easement or right-of-way is necessary for the installation and maintenance of the District's water meter, valves, water lines, and other facilities necessary to furnish service to the customer.

SECTION 15.0: ESTIMATED BILL

Whenever a meter has ceased to register, or a meter reading could not be obtained, the quantity of water consumed will be estimated based upon an average of at least the prior three (3) months' consumption and the conditions of water service prevailing during the period in which the meter failed to register. If a bill is estimated, the words "Estimated Bill" will be prominently stamped or printed on the face of the bill.

SECTION 16.0: EXTENSION OF SERVICE

Line extensions shall be made in accordance with the provisions of 807 KAR 5:066, Section 11.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

NOV 05 1998

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephan O Bell
SECRETARY OF THE COMMISSION

SECTION 17.0: FREE WATER TO FIRE DEPARTMENTS

Upon written request by a fire department, the District may grant free use of water to any city, county or volunteer fire department for the purpose of fighting fires within the District's territory or for training firefighters. As a condition for receiving free water, the fire department shall estimate the amount of the water used for fire protection and for training, shall maintain written records of such usage, and shall report this usage to the District on a quarterly basis. A fire department shall not use this free water to wash vehicles, to fill swimming pools, to irrigate gardens or tobacco patches, or for other domestic uses. If a fire department fails to timely report its estimated water usage for two (2) consecutive quarters, then the District may suspend the fire department's privilege of using water from the District's fire hydrants for any purpose other than actually fighting fires.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

SEP 01 2003

PURSUANT TO 807 KAR 5:011
SECTION 9 (1)
BY
EXECUTIVE DIRECTOR

SECTION 18.0: FIRE HYDRANT USE

Fire hydrants are to be used by the District and by fire departments. No one else is authorized to use them, without authorization by the District. The District shall negotiate a fee for such service and the user shall comply with these Rules and Regulations. The District uses the fire hydrants for flushing lines. The fire departments may use the fire hydrants for use on a fire, authorized periodic drills, and periodic testing of hydrants and lines to determine pressure and flow rates; PROVIDED, HOWEVER, that fire departments shall use only soft suction hoses when connecting a pump to the fire hydrants. The fire departments shall be responsible for any damage to the fire hydrant and lines that result from their negligence or from their failure to observe this policy. The fire departments shall notify the District if there is any planned activity when using District hydrants.

SECTION 19.0: FIRE PROTECTION

Although the District is not a fire protection district, certain portions of the District's water distribution system have the capability of providing some level of fire protection. In those areas where a professional engineer with a Kentucky registration has certified that the system can provide the required fire flow, the District will provide fire protection for customers on a negotiated fee basis. The District and the customer shall enter into a special contract before any connection is made to the District's system.

SECTION 20.0: INTERRUPTION OF SERVICE

A. The District shall use reasonable diligence in supply water service, but shall not be liable for loss, injury, or damage to persons or property resulting from interruptions in service, excessive or inadequate water pressure. The District does hereby explicitly state that its system is one for rural domestic consumption and that its allowance of connections to its system for fire protection, whether by design or by implication, is only for such benefit as a customer may be able to derive from such connection.

B. The District shall in no event be held responsible for any claim made against it by reason of breaking of any mains or service pipes or by reason of any other interruption of supply of water caused by failure of pumps or other machinery or stoppage for necessary repairs. No person shall be entitled to damage nor to have any portion of a payment refunded for nay interruption of service, which, in the opinion of the District, may be deemed necessary.

SECTION 21.0: LANDLORD AGREEMENT

This Landlord Agreement shall be made between the owner or authorized agent "Landlord" of the rental property and Hardin County Water District No. 2 "the District".

The purpose of this agreement is to provide a smooth transition between the changing tenants. The following procedure may be allowed:

1. Upon the tenant vacating the rental property, the Landlord may, in person, by telephone or by faxing, request that the account be placed in the Landlord's name.

2. The District will read the meter and process the final bill of the vacating tenant

3. The Landlord shall not be required to pay the deposit, however; any applicable Special Charges shall be assessed to the Landlord's account and the bill shall be payable upon receipt.

4. Upon rental of the property to a new tenant, the District will read the meter and process a final bill to the Landlord and place the account in new tenant's name.

5. The District may terminate this agreement at any time should the Landlord fail to comply with the District's approved Rules and Regulations.

SECTION 22.0: LEAK OR CATASTROPHIC PROBLEM ADJUSTMENT POLICY

If a customer incurs a leak in his/her plumbing or has a catastrophic problem that is unable to be identified, a customer may be entitled to a bill adjustment. An adjustment shall be subject to the following conditions:

1. The customer must submit a written request for an adjustment;

2. The leak must be repaired or the problem no longer exists;

3. If there is a leak, a customer shall furnish reasonable proof of such;

4. A catastrophic problem must be investigated thoroughly before an adjustment may be granted;

5. If it is determined by the District that the increase in usage was caused by the customer's negligent or intentional acts, an adjustment shall not be granted;

6. A swimming pool, fishpond , irrigation system or other items deemed explainable by the District shall not be used as a reason for an adjustment;

7. The District shall determine the excess usage by comparing the usage during the period(s) while there was a leak or problem with the customer's normal usage. The customer's normal usage will be determined by computing the customer's average usage for the twelve (12) months billing period immediately prior to the problem. If a twelve (12) month usage history is not available, the District will use the available usage history and other relevant factors to determine a reasonable estimate of the customer's normal usage. The difference between the usage while there was a problem and the normal usage is the excess usage;

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

SEP 01 2003

PURSUANT TO 807 KAR 5:011
SECTION 9 (1)
BY
EXECUTIVE DIRECTOR

SECTION 22.0: LEAK OR CATASTROPHIC PROBLEM ADJUSTMENT POLICY <CONT.>

8. The customer's normal usage will be billed at the rate shown in the District's approved tariff;

9. The customer's excess usage will be billed at a reduced rate which closely approximates the District's incremental cost of water production;

10. The reduced rate shall be equal to 40% of the filed tariff rate for 2,000 to 500,000 gallons. This rate closely approximates the District's incremental cost of water production;

11. Each adjustment may only cover up to the first two (2) billing periods after the leak or catastrophic problem first occurred;

12. Only one (1) adjustment will be permitted at a particular service location during each calendar year and no customer shall receive more than three (3) adjustments at any particular service location;

13. This adjustment policy is applicable to all customers; and

14. If payment of the adjusted bill will cause a great financial burden to the customer, the District may allow the adjusted bill to be paid in installments that are mutually agreed upon.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

SEP 01 2003

PURSUANT TO 807 KAR 5:011
SECTION 9 (1)
BY [illegible]
EXECUTIVE DIRECTOR

SECTION 23.0: LOCATION OF WATER LINES

Any person, firm or organization involved in work around or near the District's water transmission and distribution mains or appurtenances must, by law, call the toll free Kentucky Underground number to request the District to locate the same. The District has a two (2) working day notice to complete its location of its mains and appurtenances. If notice is not given or work starts too early the owner and/or the person(s) doing the work shall be liable for all damages incurred.

SECTION 24.0: METERS

A. All meters shall be furnished, installed, and maintained at the expense of the District. The District shall determine the size and type of meter used. It shall be the policy of the District to test each water meter pursuant to 807 KAR 5:066, Section 16. In addition, upon written request of any customer, the meter servicing such customer shall be tested by the District, pursuant to 807 KAR 5:006, Section 18. Along with the request for testing the District shall obtain a meter testing fee, however if the meter is found to be registering fast the testing fee will be credited back to the customer and any refunds from the results of a fast meter.

B. The customer shall provide a location for the meter which is unobstructed and accessible at all times. The meter shall be conveniently located with respect to the District's water line.

C. The District shall, at all reasonable hours, have access to the meter for the purpose of installation, meter reading, inspection, maintenance, operation, replacement, or removal.

SECTION 25.0: MULTI-PARTY METERS

A. ***New Construction.*** A separate water meter shall be required for each house, each living unit of a duplex or apartment building, commercial units or complex, and each mobile home.

B. ***Existing Structures.*** In the event a person requests water service for an existing duplex or apartment building, a separate meter shall not be required for each living unit if the District determines that the buildings' plumbing system does not easily allow the installation of individual meters.

C. ***Other Conditions.*** If an existing property has more than one resident connected to a single meter and that property changes ownership, the District may require the new owner to purchase individual meters.

SECTION 26.0: OWNERSHIP OF MAINS, SERVICES & APPURTENANCES

All mains, fire hydrants, valves, and other appurtenances are and shall be the property of the District, whether installed by the District, a contractor, or the customer.

All service lines from the main to the meter, and the meter and appurtenances shall be the property of the District, whether installed by the District, a contractor, or the customer.

The customer shall install, own, and maintain their service line from the meter and/or point of delivery as defined herein.

SECTION 27.0: POINT OF DELIVERY

The point of delivery is the point where the meter is located on the customer's premises. All water lines, plumbing, and equipment beyond the meter shall be installed and maintained by the customer at their own expense, in a safe and efficient matter in accordance with the District's Rules and Regulations and with the Regulations of the Department of Health. The District reserves the right to determine the location of the delivery point with full regard to those wishes of the prospective customer.

SECTION 28.0: RELOCATION OF WATER LINE OR METER

The District may, at the request of a customer, relocate, change, or modify existing mains, meters, and other facilities. The customer shall reimburse the District for such charges at the actual cost including, but not limited to, appropriate legal administrative, engineering, and overhead costs.

SECTION 29.0: RIGHT OF ACCESS

The customer shall permit the District to lay, maintain, repair, or remove water lines owned by the District and located on the customer's property. The District's duly authorized representative and/or other duly authorized employee of the State Health Department bearing proper credentials and identification shall be permitted to enter upon all properties for the purpose of inspection, observation, measurement, sampling and testing, in accordance with the provisions of these Rules and Regulations.

The customer shall convey, or cause to be conveyed, a perpetual easement and right-of-way to the District across any property owned or controlled by the customer whenever said easement or right-of-way is necessary to enable the District to furnish water service to the customer.

SECTION 30.0: SERVICE LINE INSTALLATION

All service lines beyond the metering point should be installed of material consisting of polyvinyl chloride (PVC), polyethylene (PE) tubing, or copper pipe with a rating not less than 160 psi. The size of the service line beyond the point of delivery should not be less than 3/4"; however, a larger size may be needed to provide adequate service. If the customer's point of use is at a higher elevation than the point of delivery, the customer should consult with a reputable engineering firm to size the service line from the point of delivery.

Piping on the premises of a customer must be so installed that connections are conveniently located with respect to the District's lines and mains. The customer shall provide a place for metering which is unobstructed and accessible at all times. If access to the meter becomes a problem, the District may relocate the meter at the owner's expense.

SECTION 31.0: SPECIAL CHARGES

A. *Purpose*: Pursuant to the provisions of 807 KAR 5:006, Section 8, the District has adopted the following Special Charges to cover certain cost incurred for a specific customer. The purposes of these Special Charges are to keep from increasing rates to other customers who do not receive any benefits from the service provided or the action taken.

B. ***Special Charges***.

1. ***Turn-On Charge.*** A turn-on charge shall be assessed for a new service turn-on, seasonal turn-on or temporary service. A turn-on charge shall not be made for initial installation of service where a tap fee is applicable.

2. ***Reconnect Charge.*** A reconnect charge shall be assessed to reconnect a service which has been terminated for non-payment of bills or violation of the District's Rules and Regulations or the Public Service Commission's Regulations.

3. ***Termination or Field Collection Charge.*** A charge shall be assessed when a District representative makes a trip to the premises of a customer for the purpose of terminating service. The charge shall be assessed if the District representative actually terminates service or if, in the course of the trip, the customer pays a delinquent bill to avoid termination. The charge shall also be made if the District representative agrees to delay termination based on the customer's agreement to pay the delinquent bill by a specific date. The District shall make a Termination of Field Collection Charge only once in any billing cycle.

4. ***Meter Resetting Charge.*** A charge shall be assessed for resetting a meter, if the meter has been removed at the customer's request.

SECTION 31.0: SPECIAL CHARGES <CONT.>

5. ***Meter Testing Charge.*** A charge shall be assessed if a customer requests the meter to be tested pursuant to Section 18 of 807 KAR 5:006 and the test shows the meter is not more than two percent (2%) fast. No charge shall be made if the test shows the meter is more than two percent (2%) fast. If the meter has not been tested within twelve (12) months of the request, the meter shall be tested without any charge.

6. ***Return Check Charge.*** A return check charge shall be assessed if a check accepted for payment of a water bill is not honored by the customer's financial institution.

7. ***Late Payment Penalty.*** A penalty will be assessed if a customer fails to pay a bill for services by the due date shown on the customer's bill. The penalty shall be assessed only once on any bill for rendered services. Any payment received shall first be applied to the bill for services rendered. Additional penalty charges shall not be assessed on unpaid penalty charges.

8. ***After Hours Turn-On Charge.*** If service has been discontinued, a customer may request the service to be turned-on after hours; however, a charge shall be assessed.

C. The amount of each Special Charge shall be the amount approved by the Public Service Commission. These amounts are set forth on Sheet 3 of this Tariff.

SECTION 32.0: TAMPERING WITH A METER

Any person who tampers with or causes damage to a water meter, fire hydrant, shut off valve, or any other part of the District's water system or property shall pay the cost of repairing or replacing the damaged property as provided in SECTION 10.0 DAMAGE TO DISTRICT'S WATER SYSTEM of these Rules and Regulations. Water service shall not be restored until the customer has paid the cost of repairing or replacing the damaged property.

SECTION 33.0: THERMAL EXPANSION TANK RECOMMENDATION

The District recommends the installation of a thermal expansion tank to be installed on the cold water side of your hot water heater, as per State Division of Plumbing Regulations.