

FOR Marion County and  
Southern Portion of Nelson County

P.S.C. Ky. No. 3

Sheet No. \_\_\_\_\_

Cancelling P.S.C. Ky. No. \_\_\_\_\_

Sheet No. \_\_\_\_\_

Marion County Water District

RULES & REGULATIONS

DEPOSITS

C  
3/19/2005

The District may require a minimum cash deposit or other guaranty to secure payment of bills.

Service may be refused or discontinued for failure to pay the requested deposit. Interest, as prescribed by KRS 74.085, will be paid annually either by refund or credit to the customer's bill, except that no refund or credit will be made if the customer's bill is delinquent on the anniversary date of the deposit.

The deposit may be waived upon a customer's showing of satisfactory credit or payment history, and required deposits will be returned after six (6) months if the customer has established a satisfactory payment record for that period. If a deposit has been waived or returned and the customer fails to maintain a satisfactory payment record, a deposit may then be required. The District may require a deposit in addition to the initial deposit if the customer's classification of service changes or if there is a substantial change in usage. Upon termination of service, the deposit, any principal amounts, and any interest earned and owing will be credited to the final bill with any remainder refunded to the customer.

PUBLIC SERVICE COMMISSION  
OF KENTUCKY  
EFFECTIVE

DATE OF ISSUE May 27, 1992

DATE EFFECTIVE May 27, 1992  
JUN 28 1992

ISSUED BY J. B. Peterson  
Name of Officer

Sec. Treas. Lebanon, KY 40033  
PURSUANT TO 807 KAR 9.011  
SECTION 9 (1) Address

BY: Shawn Hallett  
PUBLIC SERVICE COMMISSION MANAGER

Marion County and Southern  
FOR portion of Nelson County

P.S.C. KY. NO. 3

First Revised SHEET NO. 5

CANCELLING P.S.C. KY NO. 2

SHEET NO.

Marion County Water District

RULES AND REGULATIONS

DISCONTINUANCE OF SERVICE BY UTILITY

The Utility may refuse or discontinue service to any applicant or customer, after proper notice, for failure to comply with its rules and regulations or state and municipal rules and regulations, when a customer or applicant refuses or neglects to provide reasonable access to the premises, for fraudulent or illegal use of service, or for non-payment of bills. If discontinuance is for non-payment of bills, the customer shall be given at least 5 days written notice, separate from the original bill, and cut-off shall be effected not less than twenty (20) days after the mailing date of the original bill unless, prior to discontinuance, a residential customer presents to the Utility a written certificate, signed by a physician, registered nurse, or public health officer, that such discontinuance will aggravate an existing illness or infirmity on the affected premises, in which case discontinuance may not be effected until the affected resident can make other living arrangements or until not less than 30 days elapse from the date of the Utility's termination date. When a dangerous condition is found to exist on the customer's or applicant's premises, the service shall be cut off without notice or refused, provided that the Utility notify the customer or applicant immediately of the reasons for the discontinuance or refusal and the corrective action to be taken by the applicant or customer before service can be rendered.

PUBLIC SERVICE COMMISSION  
OF KENTUCKY  
EFFECTIVE

AUG 1 1992

*C*  
*3/19/05*

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

DATE OF ISSUE May 27 1992  
MONTH DATE YEAR

DATE EFFECTIVE May 27 1992  
MONTH DAY YEAR

BY: *Thomas Della*  
PUBLIC SERVICE COMMISSION MANAGER

ISSUED BY *J B Peterson*  
NAME OF OFFICER

Secretary-Treasurer  
TITLE

P. O. Box 528  
Lebanon, KY  
ADDRESS

FOR Marion County and  
Southern Portion of Nelson County

P.S.C. Ky. No. 3

Sheet No. \_\_\_\_\_

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Marion County Water District

RULES & REGULATIONS

In determining whether a deposit will be required or waived, the following criteria will be considered:

1. Previous payment history with the District. If the customer has no previous history with the District, statements from other utilities, banks, etc. may be presented by the customer as evidence of good credit.
2. Whether the customer has an established income or line of credit.
3. Length of time the customer has resided or been located in the area.
4. Whether the customer owns property in the area.
5. Whether the customer has filed bankruptcy proceedings within the last seven years.

If a deposit is held longer than 18 months, the deposit will be recalculated at the customer's request based on the customer's actual usage. If the deposit on an account differs from the recalculated amount by more than \$10.00 for a residential customer or 10 percent for a non-residential customer, the District may collect any underpayment and shall refund any overpayment by check or credit to the customer's bill. No refund will be made if the customer's bill is delinquent at the time of the recalculation.

PUBLIC SERVICE COMMISSION  
OF KENTUCKY

DATE OF ISSUE May 27, 1992

DATE EFFECTIVE May 27, 1992

JUN 28 1992

ISSUED BY J B Peterson  
Name of Officer

Sec-Treas PURSUANT TO 807 KAR 5.001.33  
Title SECTION ADDRESS

BY: [Signature]  
PUBLIC SERVICE COMMISSION MANAGER

3/19/05

FOR Marion County and  
Southern Portion of Nelson County

P.S.C. Ky. No. 3

Sheet No. \_\_\_\_\_

Cancelling P.S.C. Ky. No. \_\_\_\_\_

Sheet No. \_\_\_\_\_

Marion County Water District

RULES & REGULATIONS

CALCULATED DEPOSITS

All customer's deposits shall be based upon the average residential usage of the District's existing customers for the most recent 12-month period. The deposit amount shall not exceed 2/12 of the average annual residential billing. Calculated deposits will be rounded to the nearest \$5.00.

RETURN OF DEPOSITS

Customer deposits will be held a minimum of six months. After six months of service, the District may refund the deposit if the customer has established a record of timely payments. If the customer's account has been delinquent during the six month period, the deposit will be held for six additional months. Deposits will not be returned until the customer has successfully passed the District's bi-annual review of their account. Deposits plus interest accrued pursuant to KRS 74.085 will be returned by crediting to customer accounts on June 30 and December 31 of each year.

PUBLIC SERVICE COMMISSION  
OF KENTUCKY

DATE OF ISSUE May 27, 1992

DATE EFFECTIVE EFFECTIVE  
May 27, 1992

JUN 28 1992

ISSUED BY J. B. Peterson  
Name of Officer

Sec-Treas IR 007 KAR 5.000,33  
Title SECTION AGENT

BY: [Signature]  
PUBLIC SERVICE COMMISSION MANAGER

C  
3/19/05

For Marion County and Southern Portion of Nelson County  
(Community, Town or City)

PSC No. \_\_\_\_\_

\_\_\_\_\_ Sheet No. \_\_\_\_\_

Marion County Water District  
(Name of Utility)

CLASSIFICATION OF SERVICE

SPECIAL BILLINGS PROCEDURE - TRAILER COURTS

Minimum bill - 50% of regular residential minimum times number of trailer spaces available (includes 50% of residential minimum gallonage times number of spaces available). Balance of usage billed at regular residential rate schedule.

PUBLIC SERVICE COMMISSION  
OF KENTUCKY  
EFFECTIVE

JAN 01 1998

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

BY: Stephan D Bell  
REVIEW OF THE COMMISSION

Date of Issue: \_\_\_\_\_ <sup>C</sup> 2/14/2005 Date Effective: \_\_\_\_\_

Issued by: \_\_\_\_\_ Title: \_\_\_\_\_  
(Signature of Officer)

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

FOR Marion County and Southern Portion of Nelson County

P.S.C. Ky. No. 3

Sheet No. \_\_\_\_\_

Cancelling P.S.C. Ky. No. \_\_\_\_\_

Sheet No. \_\_\_\_\_

Marion County Water District

RULES & REGULATIONS

BILLING FORM

| <b>MARION COUNTY WATER DISTRICT</b><br>P.O. BOX 528<br>LEBANON, KY. 40033      PHONE: (502) 692-2004   |                           |          |                                  |                                  | <b>MARION COUNTY WATER DISTRICT</b><br>P.O. BOX 528<br>LEBANON, KY. 40033<br>PHONE: (502) 692-2004 |                           | PRESORTED<br>FIRST-CLASS MAIL<br>U.S. POSTAGE PAID<br>LEBANON, KY. 40033<br>PERMIT NO. 2 |                           |          |                                  |                                  |           |                           |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |         |          |  |  |  |  |
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| ADDRESS CORRECTION REQUESTED<br>ACCOUNT _____ TO _____<br>SERVICE AT _____   |                           |          |                                  |                                  |  |                           |  |                           |          |                                  |                                  |           |                           |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |         |          |  |  |  |  |
| <b>RATES AVAILABLE UPON REQUEST</b>  |                           |          |                                  |                                  |  |                           |  |                           |          |                                  |                                  |           |                           |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |         |          |  |  |  |  |
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| TYPE   | PRESENT                   | PREVIOUS | USAGE                            | CHARGES                          |  |                           |  |                           |          |                                  |                                  |           |                           |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |         |          |  |  |  |  |
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PLEASE BRING ENTIRE BILL TO OFFICE OR MAIL STUB WITH PAYMENT

**PUBLIC SERVICE COMMISSION  
OF KENTUCKY  
EFFECTIVE**

DATE OF ISSUE May 27, 1992

DATE EFFECTIVE May 27, 1992  
JUN 28 1992

ISSUED BY J B Peterson  
Name of Officer

Sec-Treas Robert D. 8074 KAR 150 B3  
Title SECRETARY

BY: [Signature]  
PUBLIC SERVICE COMMISSION MANAGER

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3/16/2005

RECEIVED

WATER SHORTAGE RESPONSE PLAN

Marion County Water District Jul 31 9 53 AM '92

Section 1. Purpose. The purpose of this Plan is to provide for the declaration of official phases of water supply shortages and the implementation of voluntary and mandatory water conservation measures throughout the Marion County Water District in the event a shortage is declared.

Section 2. Definitions. These terms are applicable only for this Plan unless specifically noted.

- (a) "Customer" shall mean any person or entity using water for any purpose from the Marion County Water District's water distribution system and for which either a regular charge is made or, in the case of bulk sales, a cash charge is made at the site of delivery.
- (b) "Raw Water Supplies" shall mean all water potentially available to persons in the Marion County Water District.
- (c) "Treated Water" shall mean water that has been introduced by the Marion County Water District into its water distribution system, including water offered for sale. Uses of treated water are classified as follows:

Essential Water Uses (Class 1):

The following uses of water, listed by site or user type, are essential.

Domestic:

- water necessary to sustain human life and the lives of domestic pets, and to maintain minimum standards of hygiene and sanitation.

Health Care Facilities:

- patient care and rehabilitation, including related filling and operation of swimming pools.

Water Hauling:

- sales of domestic use where not reasonably available elsewhere.

Public Use:

- firefighting,

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8/11/2005

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AUG 30 1992

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

BY: Cheryl Hallee  
PUBLIC SERVICE COMMISSION MANAGER

- health and public protection purposes, if specifically approved by health officials.

Socially or Economically Important Uses (Class 2):

The following uses of water, listed by site or user type, are socially or economically important.

Domestic:

- personal, in-house water use including kitchen, bathroom and laundry.

Water Hauling:

- non-domestic, when other sources are not reasonably available elsewhere.

Commercial and Civic Use:

- commercial car and truck washes,
- laundromats
- restaurants, clubs and eating places
- schools, churches, motels/hotels and similar commercial establishments.

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Outdoor Non-Commercial Watering:

- minimal watering of vegetable gardens,
- minimal watering of trees where necessary to preserve them.

Outdoor Commercial or Public Watering (using conservation methods and when other sources of water are not available or feasible to use):

- agricultural irrigation for the production of food and fiber or the maintenance of livestock,
- watering by arboretums and public gardens of national, state, regional or community significance where necessary to preserve specimens,
- watering by commercial nurseries at a minimum level necessary to maintain stock,
- watering at a minimum rate necessary to establish or maintain revegetation or landscape required pursuant to law or regulation,

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- watering of woody plants where necessary to preserve them,
- minimal watering of golf course greens.

Recreational:

- operation of municipal swimming pools and residential pools that serve more than 25 dwelling units.

Non-Essential Uses (Class 3):

Any waste of water, as defined herein, is non-essential. The following uses of water, listed by site or user type, are non-essential.

Public Use:

*C*  
*8/17/2005*

- use of fire hydrants (excluding Class 1 and Class 2 uses), including use of sprinkler caps, testing fire apparatus and fire department drills,
- flushing of sewers and hydrants except as needed to ensure public health and safety as approved by health officials.

Commercial and Civic Use:

- serving water in restaurants, clubs, or eating places, except by customer request,
- failure to repair a controllable leak,
- increasing water levels in scenic and recreational ponds and lakes, except for the minimum amount required to support fish and wildlife.

Ornamental Purposes:

- fountains, reflecting pools and artificial waterfalls.

Outdoor Non-Commercial Watering:

- use of water for dirt control or compaction,
- watering of annual or non-woody plants, lawns, parks, golf course fairways, playing fields and other recreational areas,
- washing sidewalks, walkways, driveways, parking lots, tennis courts or other hard-surface areas,

PUBLIC SERVICE COMMISSION  
OF KENTUCKY

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SECTION 9 (1)

BY: *Sharon Hallett*  
PUBLIC SERVICE COMMISSION MANAGER

- washing down buildings or structures for purposes other than immediate fire protection,
- flushing gutters or permitting water to run or accumulate in any gutter or street.

Outdoor Commercial or Public Watering:

- expanding nursery facilities, placing new irrigated agricultural land in production, or planting of landscaping except when required by a site design review process,
- use of water for dirt control or compaction,
- watering of lawns, parks, golf course fairways, playing fields and other recreational areas,
- washing sidewalks, walkways, driveways, parking lots, tennis courts or other hard-surface areas,
- washing down buildings or structures for purposes other than immediate fire protection,
- flushing gutters or permitting water to run or accumulate in any gutter or street.

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Recreational uses other than those specified in Class 2.

Non-commercial washing of motor and other vehicles.

- (d) "Base Entitlement" shall mean the monthly usage for a customer during the same month of the preceding calendar year or the average per customer usage for each class of service during the same month of the preceding year.
- (e) "Curtailed Entitlement" shall mean the monthly usage for a customer after any curtailment percentage has been applied.
- (f) "Curtailment" shall mean the reduction in entitlement by some percentage to meet anticipated water shortages.
- (g) Water Shortage Response Phases:

"Advisory" shall mean that conditions exist which indicate the potential for serious raw or treated water supply shortages.

"Alert" shall mean the raw or treated water supplies are consistently below seasonal averages, and if they continue to decline, may not be adequate to meet normal demands.

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OF KENTUCKY  
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"Emergency" shall mean that raw or treated water supplies are below the level necessary to meet normal needs and that serious shortages exist in the area.

- (h) "Rationing" shall mean that procedures must be established to provide for the equitable distribution of critically-limited raw or treated water supplies, in order to balance demand and limited available supplies, and to assure that sufficient water is available to preserve public health and safety.

Section 3. Applicability. The provisions of this Plan shall apply to all retail customers of the Marion County Water District. When implemented, this Plan becomes Marion County Water District's Water Shortage Response Regulation.

Section 4. Entitlements. Entitlements shall be established for each customer by adjusting the base entitlement to reflect any known change in usage pattern.

Section 5. Determination of Water Shortage. Water supply and usage shall be monitored on a continuous basis. Unrestricted demand shall be projected from past records and adjusted for changes such as new developments and weather conditions on a regular basis. Water shortages generally occur for two reasons, a reduction in available supplies or a system failure. Each of these has a distinct influence on the nature and duration of the conservation program implemented. Official declaration of a water shortage stage and implementation of the measures necessary to curtail water use shall be approved by the Commissioners.

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8/17/2005

Section 6. Term of Water Shortage Declaration. Any water shortage declaration shall remain in effect until water supplies of service conditions have returned to normal. A final determination as to terminating a water shortage declaration shall be made by the Commissioners of Marion County Water District.

Section 7. Water Shortage Stage, Criteria, Conservation and Curtailment Measures.

A. Advisory Stage:

- (1) Criteria: The Marion County Water District buys all of its water from the Lebanon Water Company. They will notify us of any water shortages. Then the District will put in effect the conservation and curtailment measures listed below.

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OF KENTUCKY  
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- (2) Conservation and Curtailment Measures:

(a) Declare a Water Shortage Advisory.

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- (b) Provide proper notice to all customers and to all local news media.
- (c) Eliminate all water leaks.
- (d) Request voluntary conservation of all non-essential (Class 3) water use.
- (e) Request wholesale customers also issue request for voluntary conservation by their customers of all non-essential (Class 3) water use.

B. Alert Stage:

- (1) Criteria: The Marion County Water District buys all of its water from the Lebanon Water Company. They will notify us of any water shortages. Then the District will put in effect the conservation and curtailment measures listed below.
- (2) Conservation and Curtailment Measures:
  - (a) Declare Water Shortage Alert.
  - (b) Provide proper notice to all customers and to all local news media.
  - (c) Eliminate all water leaks.
  - (d) Prohibit all non-essential (Class 3) water uses.
  - (e) Curtail entitlements to all customers by the same percentage as the projected shortage.
  - (f) Begin billing all customer water usage in excess of curtailed entitlement at the normal rate plus an excess usage charge of \$5 per 1,000 gallons.

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8/17/2005

C. Emergency Stage:

- (1) Criteria: The Marion County Water District buys all of its water from the Lebanon Water Company. They will notify us of any water shortages. Then the District will put in effect the conservation and curtailment measures listed below.
- (2) Conservation and Curtailment Measures:
  - (a) Declare Water Shortage Emergency.
  - (b) Provide proper notice to all customers and local news media.
  - (c) Eliminate all water leaks.

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BY: Glenn Heller  
PUBLIC SERVICE COMMISSION MANAGER

- (d) Prohibit all Class 3 uses of water.
- (e) Prohibit all Class 2 uses of water except Domestic uses for kitchens, bathrooms and laundries.
- (f) Curtail all commercial and industrial entitlements (except Health Care Facilities) by 100%.
- (g) Curtail Residential entitlements by the same percentage as the projected shortage.
- (h) Curtail entitlements to all wholesale customers by the same percentage as the projected shortage.
- (i) Begin billing all customer water usage in excess of curtailed entitlement at the normal rate plus an excess usage charge of \$7.50 per 1,000 gallons.

D. Rationing Stage:

1. Criteria: The Marion County Water District buys all of its water from the Lebanon Water Company. They will notify us of any water shortages. Then the District will put in effect the conservation and curtailment measures listed below.

2. Conservation and Curtailment Measures:

- (a) Declare Water Shortage Rationing.
- (b) Provide proper notice to all customers and to all local news media.
- (c) Eliminate all water leaks.
- (d) Prohibit all Class 3 and Class 2 uses of water.
- (e) Curtail all commercial and industrial entitlement (except Health Care Facilities) by 100%.
- (f) Curtail all residential and wholesale entitlements by the same percentage as the projected shortage.
- (g) Implement service interruptions to portions of system in accordance with approved published schedule. The schedule shall be provided to all local media.
- (h) Begin billing customer water usage in excess of curtailment entitlement at the normal rate plus an excess usage charge of \$10 per 1,000 gallons.

*C*  
*8/17/2005*

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AUG 30 1992

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

BY: *Shawn Deller*  
PUBLIC SERVICE COMMISSION MANAGER

Section 8. Enforcement of Water Restriction. Any person who violates the provisions of this Plan, who fails to carry out the duties and responsibilities imposed by this Plan, or who impedes or interferes with any action undertaken or ordered pursuant to this Plan shall be subject to the following:

- (a) If the utility official charged with implementation and enforcement of this Plan learns of any violation of any water use restriction imposed, a written notice of the violation shall be affixed to the property where the violation occurred and mailed to the customer of record. Said notice shall describe the violation and order that it be corrected, cured, or abated immediately or within 48 hours.
- (b) The notice will inform the customer of his or her right to appeal by requesting a hearing before the utility's designee. If a hearing is requested by the customer, he or she shall be given full opportunity to be heard before termination. The governing body shall make findings of fact and decide whether service should continue or terminate.
- (c) Any customer whose water service is terminated for violating provisions of this water curtailment plan shall be subject to the approved reconnection fee prior to reconnection of service.
- (d) The excess usage charge billing provisions of this Plan shall not be put in effect if a county or city ordinance containing penalty provisions is in effect to assist enforcement of this Plan.

Section 9. Request for Exception.

- (a) Exception to water use restrictions: If compliance with any curtailment measure authorized herein would cause a customer to bear extraordinary hardship, that individual or entity may apply to the Water District for an exception. For these purposes, "extraordinary hardship" shall be defined as a condition which may threaten health and safety, or cause property or economic losses, each of which must be shown to be substantially more severe than the sacrifices borne by other users. If extraordinary hardship is found to exist, then an exception shall be granted and a written waiver issued to the customer. If an appeal is made, water service shall be continued until a decision is announced. Any person aggrieved by the decision may file a complaint with the Public Service Commission.
- (b) Exception to curtailment surcharge: Exceptions to excess use charges shall not be considered or granted.

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Section 10. Severability. If any provision of this Plan is declared invalid by the courts, the remainder of the Plan and its applicability to other persons and circumstances shall not be affected by that declaration.

AUG 30 1992  
PURSUANT TO 807 KAR 5.011.  
SECTION 9 (1)  
BY: Shawn Miller  
PUBLIC SERVICE COMMISSION MANAGER

Section 11. Effective Date. This Plan shall take effect immediately upon approval by the Public Service Commission.

C  
8/17/2005

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AUG 30 1992

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

BY: Cheryl Helle  
PUBLIC SERVICE COMMISSION MANAGER