

District's responses to PSC as follow up to 10/21/10 Informal Conference

Q. Schedule to reconcile revenue used in answering Data Request 2 Question 5b. in the amount of \$42,486,874.36.

A. Calculation was as follow:

		2009
461-0001-000	Water Sales-Residential	\$0.00
461-0002-000	Water Sales-Residential-Newport	\$1,153,328.90
461-0003-000	Water Sales-Commercial	(\$13,620.00)
461-0004-000	Water Sales-Commercial Newport	\$522,148.45
461-0005-000	Water Sales-Industrial	\$0.00
461-0006-000	Water Sales-Industrial-Newport	\$256,495.02
461-0007-000	Water Sales-Public Authority	\$0.00
461-0008-000	Water Sales-Public Authority Newport	\$178,326.56
461-0009-000	Water Sales-Multi Family	\$4,643.94
461-0010-000	Water Sales-Multi Family Newport	\$305,424.38
461-0011-000	Water Sales-Bulk Loading	\$57,659.07
461-0012-000	Water Sales-Bulk Loading Newport	\$0.00
461-0013-000	Water Sales-Winston Park	\$0.00
461-0100-000	Water Sales Residential	\$20,791,382.87
461-0101-000	Water Sales-Commercial	\$5,414,289.92
461-0102-000	Water Sales-Industrial	\$2,903,564.57
461-0103-000	Water Sales-Public Authority	\$1,748,566.25
461-0104-000	Water Sales-Multi Family	\$2,889,771.43
461-0150-000	Water Sales Residential-Taylor Mill	\$1,771,607.74
461-0151-000	Water Sales-Commercial-Taylor Mill	\$66,495.92
461-0152-000	Water Sales-Industrial-Taylor Mill	\$0.00
461-0153-000	Water Sales-Public Authority-Taylor Mill	\$21,290.41
461-0154-000	Water Sales-Multi Family-Taylor Mill	\$129,260.85
462-0001-000	Water Sales-Fire Lines	\$0.00
462-0002-000	Water Sales-Fire Lines Newport	\$0.00
462-0003-000	Water Sales-Muni Hydrants	\$0.00
462-0015-000	Water Sales Fire Line	\$0.00
462-0155-000	Water Sales Fire Line-Taylor Mill	\$0.00
466-0001-000	Water Sales-Resale	\$1,200,418.32
466-0002-000	Water Sales-Resale Newport	\$0.00
470-0001-000	Income Penalties	\$765,148.89
470-0002-000	Income Penalties Newport	\$0.00
470-0003-000	Income Penalties Taylor Mill	\$0.00
471-0001-000	Meter Tests	\$150.00
471-0002-000	Income Turn On Fees	\$309,310.00

NKWD_PSCIC_102510
Rate Case 2010-00094
Revenue DSC Reconciliation
Witness: Bragg

471-0003-000	Income Turn On Fees-Newport	\$0.00
471-0005-000	Income Turn On Fees-Taylor Mill	\$70.00
472-0001-000	Rent Water Property	\$520,586.59
472-0002-000	Rent Water Property Newport	\$2,015.00
474-0001-000	Water Sales Misc Hydrants	\$19,618.93
474-0002-000	Income Returned Check Charges	\$10,740.00
		\$41,028,694.01
	Int Income 419-0001-000	\$638,600.90
	Service Apps. 479-0002-000	\$380,995.45
	Boone/Florence	\$438,584.00
	Income	\$42,486,874.36

This calculation would have been \$42,718,586.91 if the sub-district revenues of \$612,708 had been used instead of the \$380,995.45 from Service Apps. Using the \$42,486,874.36 as an unadjusted amount from 2009, and the \$8,286,754 asked for in the application, with \$4,300,000 in year one for income of \$46,786,874.36, with the balance in year two added to year one for a total of \$50,742,328.36.

District's responses to PSC as follow up to 10/21/10 Informal Conference

- Q. What is the \$126,833.36 charge to account 631-8000-072.
- A. These are engineering charges that were received and paid after the project had been closed and moved to the plant accounts thus the only option was to expense them to get them out of CIP for projects that were already complete.

NORTHERN KENTUCKY WATER DISTRICT
REVISED SUMMARY OF REVENUE REQUIREMENTS
TEST YEAR 2009

	<u>Total*</u>
Operation and Maintenance Expense	\$23,815,181
Debt Service Requirements	17,314,762
Debt Service Coverage	3,462,952
Depreciation Expense	8,023,443
Amorization of Acquisition Adjustment	201,120
Taxes Other than Income	<u>663,941</u>
Total Revenue Requirements	\$53,481,400
Less: Boone & Florence Settlement	(438,584)
Less: Other Operating Revenue	<u>(3,239,291)</u>
Net Revenue Requirements	<u><u>\$49,803,525</u></u>

* Reference Exhibit N, Schedule B

NORTHERN KENTUCKY WATER DISTRICT

COST OF SERVICE FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009, ALLOCATED TO CUSTOMER CLASSIFICATIONS

Account No.	Account (1)	Factor Ref. (2)	Cost of Service (3)	Residential (4)	Commercial (5)	Industrial (6)	Public Authorities (7)	Wholesale Customers (8)	Fire Protection (9)
OPERATION AND MAINTENANCE EXPENSES									
Source of Supply Operations									
615.1	Purchased Power	1	760,271	397,545	198,127	78,384	44,400	37,253	4,562
635.1	Contractual Service	2	2,405	1,314	606	233	132	111	9
	Total Operations		<u>762,676</u>	<u>398,860</u>	<u>198,732</u>	<u>78,617</u>	<u>44,532</u>	<u>37,364</u>	<u>4,571</u>
Maintenance									
620.2	Materials and Supplies	2	3,312	1,810	834	321	182	153	13
635.2	Contractual Service	2	7,095	3,877	1,787	688	390	327	27
	Total Maintenance		<u>10,407</u>	<u>5,686</u>	<u>2,622</u>	<u>1,008</u>	<u>571</u>	<u>480</u>	<u>40</u>
	Total Source of Supply		773,083	404,546	201,354	79,625	45,103	37,844	4,610
Water Treatment Operations									
601.3	Labor	2	1,243,463	679,428	313,228	120,492	68,266	57,324	4,725
601.3	Labor - Lab	2	433,779	237,017	109,269	42,033	23,814	19,997	1,648
615.3	Purchased Power	1	201,253	105,235	52,447	20,749	11,753	9,861	1,208
616.3	Gas	1	126,539	66,167	32,976	13,046	7,390	6,200	759
618.3	Chemicals	1	1,857,067	971,060	483,952	191,464	108,453	90,996	11,142
620.3	Materials and Supplies	2	199,637	109,082	50,289	19,345	10,960	9,203	759
631.3	Contractual Services - Engineering	2	16,380	8,950	4,126	1,587	899	755	62
633.3	Contractual Services	2	1,397	763	352	135	77	64	5
635.3	Contractual Services - Sludge	2	128,086	69,986	32,265	12,411	7,032	5,905	487
635.3	Contractual Services - Laboratory	2	56,571	30,911	14,250	5,482	3,106	2,608	215
635.3	Contractual Services - Other	2	182,252	99,583	45,909	17,660	10,006	8,402	693
650.3	Transportation Expense	2	48,568	26,538	12,234	4,706	2,666	2,239	185
	Total Operations		<u>4,494,992</u>	<u>2,404,720</u>	<u>1,151,297</u>	<u>449,111</u>	<u>254,422</u>	<u>213,555</u>	<u>21,888</u>
Maintenance									
601.4	Labor	2	756,822	413,527	190,643	73,336	41,550	34,889	2,876
620.4	Materials and Supplies	2	191,117	104,426	48,142	18,519	10,492	8,810	726
635.4	Contractual Services - Other	2	304,397	166,323	76,678	29,496	16,711	14,033	1,157
650.4	Transportation Expense	2	94	51	24	9	5	4	0
	Total Maintenance		<u>1,252,429</u>	<u>684,327</u>	<u>315,487</u>	<u>121,360</u>	<u>68,758</u>	<u>57,737</u>	<u>4,759</u>
	Total Water Treatment		5,747,421	3,089,047	1,466,784	570,471	323,180	271,292	26,647
Transmission and Distribution Operations									
601.5	Labor	6	813,921	390,356	167,912	56,812	32,150	7,895	158,796
615.5	Purchased Power	1	1,266,476	662,240	330,044	130,574	73,962	62,057	7,599
616.5	Gas	6	3,373	1,618	696	235	133	33	658
620.5	Materials and Supplies	6	127,498	61,148	26,303	8,899	5,036	1,237	24,875
631.5	Contractual Services - Engineering	6	6,345	3,043	1,309	443	251	62	1,238

NORTHERN KENTUCKY WATER DISTRICT

COST OF SERVICE FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009, ALLOCATED TO CUSTOMER CLASSIFICATIONS

Account No.	Account	Factor Ref.	Cost of Service	Residential	Commercial	Industrial	Public Authorities	Wholesale Customers	Fire Protection
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
633.5	Contractual Services	6	19,921	9,554	4,110	1,390	787	193	3,887
635.5	Contractual Services - Other	6	59,138	28,363	12,200	4,128	2,336	574	11,538
650.5	Transportation Expense	6	42,011	20,149	8,667	2,932	1,659	408	8,196
	Total Operations		2,338,683	1,176,471	551,240	205,414	116,314	72,458	216,787
	Maintenance								
601.6	Labor	11	657,015	340,991	118,591	35,085	21,813	6,176	134,359
601.6	Labor - Mains	6	1,450,899	695,851	299,320	101,273	57,311	14,074	283,070
601.6	Labor - Services	9	242,983	203,693	32,876	1,628	4,714	73	-
601.6	Labor - Hydrants	7	74,017	-	-	-	-	-	74,017
620.6	Materials and Supplies - Mains	6	524,742	251,666	108,254	36,627	20,727	5,090	102,377
620.6	Materials and Supplies - Services	9	294,899	247,214	39,900	1,976	5,721	88	-
620.6	Materials and Supplies - Meters	8	317	247	57	4	10	0	-
620.6	Materials and Supplies - Hydrants	7	86,168	-	-	-	-	-	86,168
620.6	Materials and Supplies	11	19,921	10,339	3,596	1,064	661	187	4,074
631.6	Contractual Services - Engineering	11	3,134	1,626	566	167	104	29	641
635.6	Contractual Services - Other	11	365,828	189,865	66,032	19,535	12,145	3,439	74,812
635.6	Water Tower Painting Write-off	5	370,176	157,584	66,187	21,285	12,068	10,106	102,946
635.6	Contractual Services - Water Towers	5	1,829	779	327	105	60	50	509
635.6	Contractual Services - Mains	6	306,867	147,174	63,307	21,419	12,121	2,977	59,870
635.6	Contractual Services - Services	9	114,547	96,025	15,498	767	2,222	34	-
642.6	Rental	11	750	389	135	40	25	7	153
650.6	Transportation Expense	11	269,589	139,917	48,661	14,396	8,950	2,534	55,131
	Total Maintenance		4,783,682	2,483,358	863,307	255,372	158,652	44,865	978,128
	Total Transmission and Distribution		7,122,365	3,659,829	1,414,547	460,786	274,967	117,322	1,194,914
	Customer Accounting								
601.7	Labor - Meter Reading	12	55,924	51,299	4,180	84	358	3	-
601.7	Labor - Meter Shop	8	190,954	148,333	34,104	2,635	5,729	153	-
601.7	Labor Field Service	8	667,526	518,534	119,220	9,212	20,026	534	-
601.7	Labor - Account Service	12	715,179	656,026	53,460	1,080	4,577	36	-
601.7	Labor - Courier	12	31,837	29,204	2,380	48	204	2	-
620.7	Materials and Supplies	12	80,802	74,119	6,040	122	517	4	-
620.7	Postage	12	49,486	45,393	3,699	75	317	2	-
633.7	Contractual Services - Account Service	12	2,508	2,301	187	4	16	0	-
633.7	Legal Fees	12	45	42	3	0	0	0	-
635.7	Contractual Services - Meter Reading	12	3,162	2,900	236	5	20	0	-
635.7	Contractual Services - Bill Printing/Mailing	12	175,502	160,987	13,119	265	1,123	9	-
635.7	Contractual Services - Collections	12	11,167	10,243	835	17	71	1	-
635.7	Contractual Services - Credit Card Processing	12	105,254	96,549	7,868	159	674	5	-
635.7	Contractual Services - Lock Box Processing	12	33,424	30,660	2,498	50	214	2	-
635.7	Contractual Services - Other	12	67,704	62,104	5,061	102	433	3	-
650.7	Transportation Expense	12	90,893	83,376	6,794	137	582	5	-
	Total Customer Accounting		2,281,368	1,972,068	259,685	13,996	34,861	758	0

NORTHERN KENTUCKY WATER DISTRICT

COST OF SERVICE FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009, ALLOCATED TO CUSTOMER CLASSIFICATIONS

Account No.	Account (1)	Factor Ref. (2)	Cost of Service (3)	Residential (4)	Commercial (5)	Industrial (6)	Public Authorities (7)	Wholesale Customers (8)	Fire Protection (9)
Administrative and General									
601.8	Labor	14	1,134,186	670,984	216,629	66,350	41,625	21,096	117,502
604.0	Employee Benefits	16	3,773,335	2,243,625	740,328	227,155	143,387	72,448	346,392
615.8	Utilities	14	161,417	95,494	30,831	9,443	5,924	3,002	16,723
620.8	Materials and Supplies	14	171,817	101,647	32,817	10,051	6,306	3,196	17,800
631.8	Contractual Services - Engineering	14	126,833	75,035	24,225	7,420	4,655	2,359	13,140
632.8	Contract Service Accounting/Audit	14	28,255	16,716	5,397	1,653	1,037	526	2,927
633.8	Legal Fees	14	142,184	84,116	27,157	8,318	5,218	2,645	14,730
634.8	Contractual Fees	14	70,691	41,821	13,502	4,135	2,594	1,315	7,324
635.8	Contractual Services - HR/Infor Systems	16	200,547	119,245	39,347	12,073	7,621	3,851	18,410
635.8	Contractual Services	14	596,884	353,116	114,005	34,918	21,906	11,102	61,837
650.8	Transportation Expense	14	6,971	4,124	1,331	408	256	130	722
656.0	Vehicle Insurance	14	34,280	20,280	6,548	2,005	1,258	638	3,551
657.0	General Liability Insurance	14	250,390	148,131	47,824	14,648	9,189	4,657	25,940
658.0	Workers Comp Insurance	16	73,911	43,948	14,501	4,449	2,809	1,419	6,785
659.0	Other Insurance	14	124,307	73,540	23,743	7,272	4,562	2,312	12,878
660.0	Advertising Expense	14	19,969	11,813	3,814	1,168	733	371	2,069
667.0	PSC Expense- Rate Case Expense	19	122,618	68,347	25,296	8,448	5,101	3,176	12,249
670.0	Bad Debt Expense	12	649,060	595,376	48,517	980	4,154	32	-
675.0	Miscellaneous Expense	14	203,290	120,266	38,828	11,892	7,461	3,781	21,061
Total Administrative and General			<u>7,890,945</u>	<u>4,887,625</u>	<u>1,454,642</u>	<u>432,787</u>	<u>275,794</u>	<u>138,055</u>	<u>702,042</u>
Total Operation & Maintenance Expenses			<u>23,815,181</u>	<u>14,013,115</u>	<u>4,797,012</u>	<u>1,557,665</u>	<u>953,905</u>	<u>565,272</u>	<u>1,928,213</u>

NORTHERN KENTUCKY WATER DISTRICT

COST OF SERVICE FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009, ALLOCATED TO CUSTOMER CLASSIFICATIONS

Account No.	Account	Factor Ref.	Cost of Service	Residential	Commercial	Industrial	Public Authorities	Wholesale Customers	Fire Protection
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(9)
DEPRECIATION EXPENSE									
304.1	Power and Pumping Structures - Intake	2	461,557	252,195	116,266	44,725	25,339	21,278	1,754
304.2	Water Treatment Plant	2	1,195,729	653,347	301,204	115,866	65,646	55,123	4,544
304.3	Pumping Structures	3	254,977	119,559	55,100	21,214	12,009	10,097	36,997
304.4	Office Buildings	14	464,589	274,851	88,737	27,178	17,050	8,641	48,131
304.5	Other Structures	14	1,461	864	279	85	54	27	151
304.6	Structures - Water Treatment	2	158,673	86,699	39,970	15,375	8,711	7,315	603
306.0	Lake, River and Other Intakes	2	27,567	15,063	6,944	2,671	1,513	1,271	105
309.0	Supply Mains	2	57,952	31,665	14,598	5,616	3,182	2,672	220
310.3	Power Generation Equipment	3	18,748	8,791	4,051	1,560	883	742	2,720
311.1	Pumping Equipment	3	190,079	89,128	41,076	15,815	8,953	7,527	27,580
311.2	Pumping Equipment	3	64,179	30,094	13,869	5,340	3,023	2,541	9,312
311.3	Pumping Equipment	3	300,831	141,060	65,010	25,029	14,169	11,913	43,651
320.1	Purification System	2	383,597	209,598	96,628	37,171	21,059	17,684	1,458
320.2	Purification System - Equipment	2	4,247	2,321	1,070	412	233	196	16
330.1	Distribution Reservoirs and Standpipes	5	304,197	129,497	54,391	17,491	9,917	8,305	84,597
330.3	Distribution Reservoirs and Standpipes - Taylor Mill	5	2,069	881	370	119	67	56	575
331.1	Mains and Accessories - 10" and larger	3	960,737	450,490	207,615	79,933	45,251	38,045	139,403
331.1	Mains and Accessories - Less than 10"	4	1,197,737	578,507	243,260	78,452	44,436	-	253,082
331.2	Mains and Accessories - 10" and larger	3	47,591	22,315	10,284	3,960	2,242	1,885	6,905
331.2	Mains and Accessories - Less than 10"	4	59,331	28,657	12,050	3,886	2,201	-	12,537
331.3	Mains and Accessories - 10" and larger	3	18,081	8,478	3,907	1,504	852	716	2,624
331.3	Mains and Accessories - Less than 10"	4	22,542	10,888	4,578	1,476	836	-	4,763
333.1	Services	9	566,612	474,991	76,663	3,796	10,992	170	-
333.2	Services - Taylor Mill	9	9,750	8,173	1,319	65	189	3	-
334.1	Meters	8	201,060	156,183	35,909	2,775	6,032	161	-
334.2	Meters	8	262	203	47	4	8	0	-
335.1	Fire Hydrants	7	160,683	-	-	-	-	-	160,683
335.3	Fire Hydrants - Taylor Mill	7	4,167	-	-	-	-	-	4,167
339.1	Miscellaneous Equipment	14	323,661	191,478	61,819	18,934	11,878	6,020	33,531
339.2	Miscellaneous Equipment	14	942	557	180	55	35	18	98
340.1	Office Furniture and Equipment	14	223,044	131,953	42,601	13,048	8,186	4,149	23,107
340.2	Office Furniture and Equipment	14	1,044	617	199	61	38	19	108
341.1	Transportation Equipment	14	241,904	143,111	46,204	14,151	8,878	4,499	25,061
341.2	Transportation Equipment	14	0	-	-	-	-	-	-
342.1	Stores Equipment	14	296	175	57	17	11	6	31
343.1	Tools,Shop and Garage Equipment	14	20,017	11,842	3,823	1,171	735	372	2,074
344.1	Laboratory Equipment	2	11,177	6,107	2,815	1,083	614	515	42
345.1	Power Operated Equipment	14	53,122	31,427	10,146	3,108	1,950	988	5,503
346.1	Communication Equipment	14	8,694	5,144	1,661	509	319	162	901
346.2	Communication Equipment	14	0	-	-	-	-	-	-
347.1	Miscellaneous Equipment	14	534	316	102	31	20	10	55
Total Depreciation Expense			8,023,443	4,307,224	1,664,805	563,687	337,510	213,126	937,091

NORTHERN KENTUCKY WATER DISTRICT

COST OF SERVICE FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009, ALLOCATED TO CUSTOMER CLASSIFICATIONS

Account No.	Account (1)	Factor Ref. (2)	Cost of Service (3)	Residential (4)	Commercial (5)	Industrial (6)	Public Authorities (7)	Wholesale Customers (8)	Fire Protection (9)
	Amort of Acq. Adj.	18	201,120	106,332	42,597	14,601	8,729	5,692	23,169
	Debt Service	18	17,314,762	9,154,315	3,667,267	1,257,052	751,461	490,008	1,994,661
	Debt Service Coverage	18	3,462,952	1,830,863	733,453	251,410	150,292	98,002	398,932
	Total Debt Service Requirements		20,777,714	10,985,178	4,400,720	1,508,462	901,753	588,009	2,393,593
	Taxes Other Than Income								
	Utility Reg Assessment Fee	19	63,774	35,548	13,157	4,394	2,653	1,652	6,371
	Employment Taxes	16	600,167	356,859	117,753	36,130	22,806	11,523	55,095
	Total Taxes, Other Than Income		663,941	392,407	130,909	40,524	25,459	13,175	61,466
	Total Cost of Service		53,481,400	29,804,255	11,036,043	3,684,940	2,227,356	1,385,274	5,343,532
	Less: Other Water Revenues								
	Penalties	19	765,149	426,494	157,850	52,719	31,830	19,817	76,438
	Turn On Fees	8	309,380	240,326	55,255	4,269	9,281	248	-
	Rent	19	540,702	301,387	111,547	37,254	22,493	14,004	54,016
	Lab Test Fees	2	34,855	19,045	8,780	3,377	1,914	1,607	132
	Material Sold	14	87,023	51,483	16,621	5,091	3,194	1,619	9,016
	Subdivision Revenue	18	612,708	323,939	129,772	44,483	26,592	17,340	70,584
	Boone Florence Settlement	19	438,584	244,467	90,480	30,218	18,245	11,359	43,815
	Bulk Sales	19	92,255	51,423	19,032	6,356	3,838	2,389	9,216
	Interest Earnings	19	638,601	355,956	131,743	44,000	26,566	16,540	63,796
	Miscellaneous Revenue	19	158,619	88,414	32,723	10,929	6,599	4,108	15,846
	Total Other Water Revenues		3,677,875	2,102,934	753,804	238,697	150,551	89,031	342,860
	Total Cost of Service Related to Sales of Water		\$ 49,803,525	\$ 27,701,321	\$ 10,282,240	\$ 3,446,243	\$ 2,076,805	\$ 1,296,243	\$ 5,000,673
	Reallocation of Fire Protection	20		3,887,523	894,120	69,009	150,020	0	(5,000,673)
	Total		\$ 49,803,525	\$ 31,588,844	\$ 11,176,360	\$ 3,515,252	\$ 2,226,825	\$ 1,296,243	\$ -

NORTHERN KENTUCKY WATER DISTRICT

COST OF SERVICE FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009, ALLOCATED TO CUSTOMER CLASSIFICATIONS

<u>Account No.</u>	<u>Account</u>	<u>Factor Ref.</u>	<u>Cost of Service</u>	<u>Residential</u>	<u>Commercial</u>	<u>Industrial</u>	<u>Public Authorities</u>	<u>Wholesale Customers</u>	<u>Fire Protection</u>
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)

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NORTHERN KENTUCKY WATER DISTRICT

COST OF SERVICE FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009, ALLOCATED TO CUSTOMER CLASSIFICATIONS

Account No.	Account	Factor Ref.	Cost of Service	Residential	Commercial	Industrial	Public Authorities	Wholesale Customers	Fire Protection
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	RATE BASE								
301.0	Organization	17	\$ 3,323	\$ 1,721	\$ 698	\$ 240	\$ 142	\$ 82	\$ 441
303.1	Land - Intake	2	29,200	15,955	7,355	2,829	1,603	1,346	111
303.2	Land - Treatment Plant	2	365,166	199,526	91,985	35,385	20,048	16,834	1,388
303.3	Land - Pump Station and Transmission	3	190,530	89,340	41,174	15,852	8,974	7,545	27,646
303.4	Land - CC	2	2,596,225	1,418,577	653,989	251,574	142,533	119,686	9,866
304.1	Power and Pumping Structures - Intake	2	12,353,321	6,749,855	3,111,802	1,197,037	678,197	569,488	46,943
304.2	Water Treatment Plant	2	31,255,874	17,078,209	7,873,355	3,028,694	1,715,947	1,440,896	118,772
304.3	Pumping Structures	3	5,017,888	2,352,888	1,084,366	417,488	236,343	198,708	728,096
304.4	Office Buildings	2	8,688,923	4,747,628	2,188,740	841,957	477,022	400,559	33,018
304.5	Other Structures	6	25,914	12,428	5,346	1,809	1,024	251	5,056
304.6	Structures - Water Treatment	6	4,081,594	1,957,533	842,033	284,895	161,223	39,591	796,319
306.0	Lake, River and Other Intakes	2	594,025	324,575	149,635	57,561	32,612	27,385	2,257
309.0	Supply Mains	2	2,335,616	1,276,180	588,342	226,321	128,225	107,672	8,875
310.3	Power Generation Equipment	3	1,387,331	650,520	299,802	115,426	65,343	54,938	201,302
311.1	Pumping Equipment	3	2,518,915	1,181,119	544,338	209,574	118,641	99,749	365,495
311.2	Pumping Equipment	3	307,663	144,263	66,486	25,598	14,491	12,183	44,642
311.3	Pumping Equipment	3	2,356,264	1,104,852	509,189	196,041	110,980	93,308	341,894
320.1	Purification System	2	7,362,920	4,023,099	1,854,720	713,467	404,224	339,431	27,979
320.2	Purification System - Equipment	2	37,073	20,257	9,339	3,592	2,035	1,709	141
330.1	Distribution Reservoirs and Standpipes	5	6,060,940	2,580,142	1,083,696	348,504	197,587	165,464	1,685,548
330.3	Distribution Reservoirs and Standpipes - Taylor Mill	5	52,112	22,184	9,318	2,996	1,699	1,423	14,492
331.1	Mains and Accessories - 10" and larger	3	48,581,515	22,779,872	10,498,465	4,041,982	2,288,189	1,923,828	7,049,178
331.1	Mains and Accessories - Less than 10"	4	60,565,901	29,253,330	12,300,934	3,967,067	2,246,995	0	12,797,575
331.2	Mains and Accessories - 10" and larger	3	2,484,295	1,164,886	536,856	206,693	117,010	98,378	360,471
331.2	Mains and Accessories - Less than 10"	4	3,097,136	1,495,917	629,028	202,862	114,904	0	654,425
331.3	Mains and Accessories - 10" and larger	3	972,831	456,161	210,229	80,940	45,820	38,524	141,158
331.3	Mains and Accessories - Less than 10"	4	1,212,815	585,790	246,323	79,439	44,995	0	256,268
333.1	Services	9	15,233,887	12,770,567	2,061,145	102,067	295,537	4,570	0
333.2	Services - Taylor Mill	9	333,938	279,940	45,182	2,237	6,478	100	0
334.1	Meters	8	6,311,872	4,903,062	1,127,300	87,104	189,356	5,049	0
334.2	Meters	8	2,379	1,848	425	33	71	2	0
335.1	Fire Hydrants	7	4,929,344	0	0	0	0	0	4,929,344
335.3	Fire Hydrants - Taylor Mill	7	130,417	0	0	0	0	0	130,417
339.1	Miscellaneous Equipment	14	760,860	450,125	145,324	44,510	27,924	14,152	78,825
339.2	Miscellaneous Equipment	14	1,285	760	246	75	47	24	133
340.1	Office Furniture and Equipment	14	1,239,689	733,400	236,781	72,522	45,497	23,058	128,432
340.2	Office Furniture and Equipment	14	9,263	5,480	1,769	542	340	172	960
341.1	Transportation Equipment	14	529,746	313,398	101,182	30,990	19,442	9,853	54,882
341.2	Transportation Equipment	14	0	0	0	0	0	0	0

NORTHERN KENTUCKY WATER DISTRICT

COST OF SERVICE FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009, ALLOCATED TO CUSTOMER CLASSIFICATIONS

Account No.	Account	Factor Ref.	Cost of Service	Residential	Commercial	Industrial	Public Authorities	Wholesale Customers	Fire Protection
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
342.1	Stores Equipment	14	444	263	85	26	16	8	46
343.1	Tools,Shop and Garage Equipment	14	117,250	69,365	22,395	6,859	4,303	2,181	12,147
344.1	Laboratory Equipment	2	42,514	23,230	10,709	4,120	2,334	1,960	162
345.1	Power Operated Equipment	14	204,360	120,900	39,033	11,955	7,500	3,801	21,172
346.1	Communication Equipment	14	66,884	39,568	12,775	3,913	2,455	1,244	6,929
346.2	Communication Equipment	14	0	0	0	0	0	0	0
347.1	Miscellaneous Equipment	14	4,455	2,636	851	261	163	83	462
	Total Utility Plant in Service		<u>234,453,899</u>	<u>121,401,349</u>	<u>49,242,741</u>	<u>16,923,038</u>	<u>9,978,270</u>	<u>5,825,238</u>	<u>31,083,263</u>
	Construction Work In Progress								
	Mains and Accessories - 10" and larger	3	6,754,778	3,167,316	1,459,708	561,998	318,150	267,489	980,118
	Mains and Accessories - Less than 10"	4	8,242,334	3,981,048	1,674,018	539,873	305,791	0	1,741,605
	Pumping Equipment	3	2,307,423	1,081,951	498,634	191,978	108,680	91,374	334,807
	Water Treatment Plant	2	13,240,809	7,234,778	3,335,360	1,283,034	726,920	610,401	50,315
	Distribution Reservoirs and Standpipes	5	27,319	11,630	4,885	1,571	891	746	7,597
	Meters	8	7,695,585	5,977,930	1,374,431	106,199	230,868	6,156	0
	General	14	111,525	65,978	21,301	6,524	4,093	2,074	11,554
	Total Construction Work in Progress		<u>38,379,774</u>	<u>21,520,630</u>	<u>8,368,337</u>	<u>2,691,177</u>	<u>1,695,392</u>	<u>978,241</u>	<u>3,125,997</u>
	Contributions in Aid of Construction	4	(33,948,961)	(16,397,348)	(6,895,034)	(2,223,657)	(1,259,506)	0	(7,173,415)
	Other Rate Base Items								
	Add:								
	Other Utility Plant Acquisitions/Adjustments	17	3,464,111	1,793,717	727,463	250,109	147,571	85,910	459,341
	Materials and Supplies	14	1,251,889	740,617	239,111	73,235	45,944	23,285	129,696
	Prepayments	14	316,138	187,027	60,382	18,494	11,602	5,880	32,752
	Prepayments - Tank Cleaning/Painting	5	2,002,184	852,330	357,991	115,126	65,271	54,660	556,807
	Unamortized Debt Discount and Expense	17	3,356,586	1,738,040	704,883	242,346	142,991	83,243	445,083
	Deferred Credits	17	2,887,791	1,495,298	606,436	208,499	123,020	71,617	382,921
	Regulatory Deferrals	19	46,124	25,710	9,515	3,178	1,919	1,195	4,608
	Total Other Rate Base Elements		<u>13,324,824</u>	<u>6,832,739</u>	<u>2,705,782</u>	<u>910,986</u>	<u>538,318</u>	<u>325,790</u>	<u>2,011,208</u>
	Total Original Cost Measure of Value		<u>\$ 252,209,536</u>	<u>\$ 133,357,371</u>	<u>\$ 53,421,826</u>	<u>\$ 18,301,543</u>	<u>\$ 10,952,474</u>	<u>\$ 7,129,269</u>	<u>\$ 29,047,053</u>

NORTHERN KENTUCKY WATER DISTRICT

COST OF SERVICE FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009, ALLOCATED TO COST FUNCTION

			Base	Max Day	Max Hour	Meters	Services	Billing & Collecting	Fire Protection
OPERATION AND MAINTENANCE EXPENSES									
Source of Supply Operations									
615.1	Purchased Power	1	760,271	755,709	0	0	0	0	4,562
635.1	Contractual Service	2	2,405	1,494	902	0	0	0	9
	Total Operations		<u>762,676</u>	<u>757,203</u>	<u>902</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,571</u>
Maintenance									
620.2	Materials and Supplies	2	3,312	2,057	1,242	0	0	0	13
635.2	Contractual Service	2	7,095	4,407	2,661	0	0	0	27
	Total Maintenance		<u>10,407</u>	<u>6,465</u>	<u>3,903</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>40</u>
	Total Source of Supply		773,083	763,668	4,804	0	0	0	4,610
Water Treatment Operations									
601.3	Labor	2	1,243,463	772,439	466,299	0	0	0	4,725
601.3	Labor - Lab	2	433,779	269,464	162,667	0	0	0	1,648
615.3	Purchased Power	1	201,253	200,046	0	0	0	0	1,208
616.3	Gas	1	126,539	125,780	0	0	0	0	759
618.3	Chemicals	1	1,857,067	1,845,924	0	0	0	0	11,142
620.3	Materials and Supplies	2	199,637	124,015	74,864	0	0	0	759
631.3	Contractual Services - Engineering	2	16,380	10,175	6,142	0	0	0	62
633.3	Contractual Services	2	1,397	868	524	0	0	0	5
635.3	Contractual Services - Sludge	2	128,086	79,567	48,032	0	0	0	487
635.3	Contractual Services - Laboratory	2	56,571	35,142	21,214	0	0	0	215
635.3	Contractual Services - Other	2	182,252	113,215	68,345	0	0	0	693
650.3	Transportation Expense	2	48,568	30,170	18,213	0	0	0	185
	Total Operations		<u>4,494,992</u>	<u>3,606,805</u>	<u>866,300</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>21,888</u>
Maintenance									
601.4	Labor	2	756,822	470,138	283,808	0	0	0	2,876
620.4	Materials and Supplies	2	191,117	118,722	71,669	0	0	0	726
635.4	Contractual Services - Other	2	304,397	189,092	114,149	0	0	0	1,157
650.4	Transportation Expense	2	94	58	35	0	0	0	0
	Total Maintenance		<u>1,252,429</u>	<u>778,009</u>	<u>469,661</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,759</u>
	Total Water Treatment		5,747,421	4,384,814	1,335,961	0	0	0	26,647
Transmission and Distribution Operations									
601.5	Labor	6	813,921	307,581	64,137	283,407	0	0	158,796
615.5	Purchased Power	1	1,266,476	1,258,877	0	0	0	0	7,599
616.5	Gas	6	3,373	1,275	266	1,174	0	0	658
620.5	Materials and Supplies	6	127,498	48,182	10,047	44,395	0	0	24,875
631.5	Contractual Services - Engineering	6	6,345	2,398	500	2,209	0	0	1,238

NORTHERN KENTUCKY WATER DISTRICT

COST OF SERVICE FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009, ALLOCATED TO COST FUNCTION

			Base	Max Day	Max Hour	Meters	Services	Billing & Collecting	Fire Protection
633.5	Contractual Services	6	19,921	7,528	1,570	6,936	0	0	3,887
635.5	Contractual Services - Other	6	59,138	22,348	4,660	20,592	0	0	11,538
650.5	Transportation Expense	6	42,011	15,876	3,310	14,628	0	0	8,196
	Total Operations		<u>2,338,683</u>	<u>1,664,064</u>	<u>84,490</u>	<u>373,343</u>	<u>0</u>	<u>0</u>	<u>216,787</u>
Maintenance									
601.6	Labor	11	657,015	184,490	34,099	180,351	66	123,650	134,359
601.6	Labor - Mains	6	1,450,899	548,295	114,331	505,203	0	0	283,070
601.6	Labor - Services	9	242,983	0	0	0	0	242,983	0
601.6	Labor - Hydrants	7	74,017	0	0	0	0	0	74,017
620.6	Materials and Supplies - Mains	6	524,742	198,300	41,350	182,715	0	0	102,377
620.6	Materials and Supplies - Services	9	294,899	0	0	0	0	294,899	0
620.6	Materials and Supplies - Meters	8	317	0	0	0	317	0	0
620.6	Materials and Supplies - Hydrants	7	86,168	0	0	0	0	0	86,168
620.6	Materials and Supplies	11	19,921	5,594	1,034	5,468	2	3,749	4,074
631.6	Contractual Services - Engineering	11	3,134	880	163	860	0	590	641
635.6	Contractual Services - Other	11	365,828	102,725	18,986	100,420	37	68,849	74,812
635.6	Water Tower Painting Write-off	5	370,176	110,942	0	156,288	0	0	102,946
635.6	Contractual Services - Water Towers	5	1,829	548	0	772	0	0	509
635.6	Contractual Services - Mains	6	306,867	115,965	24,181	106,851	0	0	59,870
635.6	Contractual Services - Services	9	114,547	0	0	0	0	114,547	0
642.6	Rental	11	750	211	39	206	0	141	153
650.6	Transportation Expense	11	269,589	75,701	13,992	74,002	27	50,737	55,131
	Total Maintenance		<u>4,783,682</u>	<u>1,343,649</u>	<u>248,174</u>	<u>1,313,137</u>	<u>449</u>	<u>900,145</u>	<u>978,128</u>
	Total Transmission and Distribution		<u>7,122,365</u>	<u>3,007,713</u>	<u>332,664</u>	<u>1,686,480</u>	<u>449</u>	<u>900,145</u>	<u>1,194,914</u>
Customer Accounting									
601.7	Labor - Meter Reading	12	55,924	0	0	0	0	55,924	0
601.7	Labor - Meter Shop	8	190,954	0	0	0	190,954	0	0
601.7	Labor Field Service	8	667,526	0	0	0	667,526	0	0
601.7	Labor - Account Service	12	715,179	0	0	0	0	715,179	0
601.7	Labor - Courier	12	31,837	0	0	0	0	31,837	0
620.7	Materials and Supplies	12	80,802	0	0	0	0	80,802	0
620.7	Postage	12	49,486	0	0	0	0	49,486	0
633.7	Contractual Services - Account Service	12	2,508	0	0	0	0	2,508	0
633.7	Legal Fees	12	45	0	0	0	0	45	0
635.7	Contractual Services - Meter Reading	12	3,162	0	0	0	0	3,162	0
635.7	Contractual Services - Bill Printing/Mailing	12	175,502	0	0	0	0	175,502	0
635.7	Contractual Services - Collections	12	11,167	0	0	0	0	11,167	0
635.7	Contractual Services - Credit Card Processing	12	105,254	0	0	0	0	105,254	0
635.7	Contractual Services - Lock Box Processing	12	33,424	0	0	0	0	33,424	0
635.7	Contractual Services - Other	12	67,704	0	0	0	0	67,704	0
650.7	Transportation Expense	12	90,893	0	0	0	0	90,893	0
	Total Customer Accounting		<u>2,281,368</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>858,480</u>	<u>1,422,888</u>	<u>0</u>

NORTHERN KENTUCKY WATER DISTRICT

COST OF SERVICE FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009, ALLOCATED TO COST FUNCTION

			Base	Max Day	Max Hour	Meters	Services	Billing & Collecting	Fire Protection	
Administrative and General										
601.8	Labor	14	1,134,186	380,973	159,126	165,137	84,043	88,126	139,278	117,502
604	Employee Benefits	16	3,773,335	1,306,706	572,415	505,250	419,972	202,628	419,972	346,392
615.8	Utilities	14	161,417	54,220	22,647	23,502	11,961	12,542	19,822	16,723
620.8	Materials and Supplies	14	171,817	57,713	24,106	25,017	12,732	13,350	21,099	17,800
631.8	Contractual Services - Engineering	14	126,833	42,603	17,795	18,467	9,398	9,855	15,575	13,140
632.8	Contract Service Accounting/Audit	14	28,255	9,491	3,964	4,114	2,094	2,195	3,470	2,927
633.8	Legal Fees	14	142,184	47,760	19,948	20,702	10,536	11,048	17,460	14,730
634.8	Contractual Fees	14	70,691	23,745	9,918	10,293	5,238	5,493	8,681	7,324
635.8	Contractual Services - HR/Infor Systems	16	200,547	69,450	30,423	26,853	22,321	10,769	22,321	18,410
635.8	Contractual Services	14	596,884	200,493	83,743	86,906	44,229	46,378	73,297	61,837
650.8	Transportation Expense	14	6,971	2,342	978	1,015	517	542	856	722
656	Vehicle Insurance	14	34,280	11,515	4,810	4,991	2,540	2,664	4,210	3,551
657	General Liability Insurance	14	250,390	84,106	35,130	36,457	18,554	19,455	30,748	25,940
658	Workers Comp Insurance	16	73,911	25,595	11,212	9,897	8,226	3,969	8,226	6,785
659	Other Insurance	14	124,307	41,755	17,440	18,099	9,211	9,659	15,265	12,878
660	Advertising Expense	14	19,969	6,707	2,802	2,907	1,480	1,552	2,452	2,069
667	PSC Expense- Rate Case Expense	19	122,618	53,731	20,931	13,243	7,185	7,933	7,345	12,249
670	Bad Debt Expense	12	649,060	0	0	0	0	0	649,060	0
675	Miscellaneous Expense	14	203,290	68,285	28,522	29,599	15,064	15,796	24,964	21,061
Total Administrative and General			<u>7,890,945</u>	<u>2,487,190</u>	<u>1,065,909</u>	<u>1,002,449</u>	<u>685,301</u>	<u>463,953</u>	<u>1,484,101</u>	<u>702,042</u>
Total Operation & Maintenance Expenses			<u>23,815,181</u>	<u>10,643,385</u>	<u>2,739,338</u>	<u>2,688,928</u>	<u>1,544,230</u>	<u>1,364,098</u>	<u>2,906,989</u>	<u>1,928,213</u>

NORTHERN KENTUCKY WATER DISTRICT

COST OF SERVICE FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009, ALLOCATED TO COST FUNCTION

			Base	Max Day	Max Hour	Meters	Services	Billing & Collecting	Fire Protection	
DEPRECIATION EXPENSE										
304.1	Power and Pumping Structures - Intake	2	461,557	286,719	173,084	0	0	0	0	1,754
304.2	Water Treatment Plant	2	1,195,729	742,787	448,399	0	0	0	0	4,544
304.3	Pumping Structures	3	254,977	135,954	82,026	0	0	0	0	36,997
304.4	Office Buildings	14	464,589	156,055	65,182	67,644	34,426	36,099	57,052	48,131
304.5	Other Structures	14	1,461	491	205	213	108	114	179	151
304.6	Structures - Water Treatment	2	158,673	98,568	59,502	0	0	0	0	603
306	Lake, River and Other Intakes	2	27,567	17,125	10,338	0	0	0	0	105
309	Supply Mains	2	57,952	36,000	21,732	0	0	0	0	220
310.3	Power Generation Equipment	3	18,748	9,996	6,031	0	0	0	0	2,720
311.1	Pumping Equipment	3	190,079	101,350	61,148	0	0	0	0	27,580
311.2	Pumping Equipment	3	64,179	34,220	20,646	0	0	0	0	9,312
311.3	Pumping Equipment	3	300,831	160,403	96,777	0	0	0	0	43,651
320.1	Purification System	2	383,597	238,291	143,849	0	0	0	0	1,458
320.2	Purification System - Equipment	2	4,247	2,638	1,593	0	0	0	0	16
330.1	Distribution Reservoirs and Standpipes	5	304,197	91,168	0	128,432	0	0	0	84,597
330.3	Distribution Reservoirs and Standpipes - Taylor Mill	5	2,069	620	0	874	0	0	0	575
331.1	Mains and Accessories - Transmission	3	960,737	512,265	309,069	0	0	0	0	139,403
331.1	Mains and Accessories - Distribution	4	1,197,737	392,139	0	552,516	0	0	0	253,082
331.2	Mains and Accessories - Transmission	3	47,591	25,376	15,310	0	0	0	0	6,905
331.2	Mains and Accessories - Distribution	4	59,331	19,425	0	27,369	0	0	0	12,537
331.3	Mains and Accessories - Taylor Mill - Transmission	3	18,081	9,641	5,817	0	0	0	0	2,624
331.3	Mains and Accessories - Taylor Mill - Distribution	4	22,542	7,380	0	10,399	0	0	0	4,763
333.1	Services	9	566,612	0	0	0	566,612	0	0	0
333.2	Services - Taylor Mill	9	9,750	0	0	0	9,750	0	0	0
334.1	Meters	8	201,060	0	0	0	201,060	0	0	0
334.2	Meters	8	262	0	0	0	262	0	0	0
335.1	Fire Hydrants	7	160,683	0	0	0	0	0	0	160,683
335.3	Fire Hydrants - Taylor Mill	7	4,167	0	0	0	0	0	0	4,167
339.1	Miscellaneous Equipment	14	323,661	108,718	45,410	47,125	23,983	25,148	39,746	33,531
339.2	Miscellaneous Equipment	14	942	317	132	137	70	73	116	98
340.1	Office Furniture and Equipment	14	223,044	74,920	31,293	32,475	16,528	17,330	27,390	23,107
340.2	Office Furniture and Equipment	14	1,044	351	146	152	77	81	128	108
341.1	Transportation Equipment	14	241,904	81,256	33,939	35,221	17,925	18,796	29,706	25,061
341.2	Transportation Equipment	14	-	0	0	0	0	0	0	0
342.1	Stores Equipment	14	296	100	42	43	22	23	36	31
343.1	Tools, Shop and Garage Equipment	14	20,017	6,724	2,808	2,915	1,483	1,555	2,458	2,074
344.1	Laboratory Equipment	2	11,177	6,943	4,191	0	0	0	0	42
345.1	Power Operated Equipment	14	53,122	17,844	7,453	7,735	3,936	4,128	6,523	5,503
346.1	Communication Equipment	14	8,694	2,920	1,220	1,266	644	676	1,068	901
346.2	Communication Equipment	14	-	0	0	0	0	0	0	0
347.1	Miscellaneous Equipment	14	534	180	75	78	40	42	66	55
Total Depreciation Expense			8,023,443	3,378,883	1,647,418	914,593	300,564	680,427	164,467	937,091

NORTHERN KENTUCKY WATER DISTRICT

COST OF SERVICE FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009, ALLOCATED TO COST FUNCTION

			Base	Max Day	Max Hour	Meters	Services	Billing & Collecting	Fire Protection
Amort-Other UP	18	201,120	88,030	44,588	19,971	11,665	13,234	463	23,169
Debt Service	18	17,314,762	7,578,671	3,838,683	1,719,356	1,004,256	1,139,311	39,824	1,994,661
Debt Service Coverage	18	3,462,952	1,515,734	767,737	343,871	200,851	227,862	7,965	398,932
Total Debt Service Requirements		<u>20,777,714</u>	<u>9,094,406</u>	<u>4,606,419</u>	<u>2,063,227</u>	<u>1,205,107</u>	<u>1,367,174</u>	<u>47,789</u>	<u>2,393,593</u>
Taxes Other Than Income									
Utility Reg Assessment Fee	19	63,774	27,946	10,886	6,888	3,737	4,126	3,820	6,371
Employment Taxes	16	600,167	207,838	91,045	80,362	66,799	32,229	66,799	55,095
Total Taxes, Other Than Income		<u>663,941</u>	<u>235,784</u>	<u>101,932</u>	<u>87,250</u>	<u>70,536</u>	<u>36,355</u>	<u>70,619</u>	<u>61,466</u>
Total Cost of Service		<u>53,481,400</u>	<u>23,440,487</u>	<u>9,139,696</u>	<u>5,773,970</u>	<u>3,132,102</u>	<u>3,461,287</u>	<u>3,190,326</u>	<u>5,343,532</u>
Less: Other Water Revenues									
Penalties	19	765,149	335,288	130,611	82,636	44,838	49,505	45,832	76,438
Turn On Fees	8	309,380	0	0	0	309,380	0	0	0
Rent	19	540,702	236,935	92,298	58,396	31,685	34,983	32,388	54,016
Lab Test Fees	2	34,855	21,652	13,071	0	0	0	0	132
Material Sold	14	87,023	29,231	12,209	12,671	6,448	6,762	10,686	9,016
Subdivision Revenue	18	612,708	268,182	135,837	60,842	35,537	40,316	1,409	70,584
Boone Florence Settlement	19	438,584	192,188	74,866	47,367	25,701	28,376	26,271	43,815
Bulk Sales	19	92,255	40,426	15,748	9,964	5,406	5,969	5,526	9,216
Interest Earnings	19	638,601	279,835	109,009	68,969	37,422	41,317	38,252	63,796
Miscellaneous Revenue	19	158,619	69,507	27,076	17,131	9,295	10,263	9,501	15,846
Total Other Water Revenues		<u>3,677,875</u>	<u>1,473,244</u>	<u>610,726</u>	<u>357,975</u>	<u>505,713</u>	<u>217,492</u>	<u>169,867</u>	<u>342,860</u>
Total Cost of Service Related to Sales of Water		<u>49,803,525</u>	<u>21,967,242</u>	<u>8,528,970</u>	<u>5,415,995</u>	<u>2,626,390</u>	<u>3,243,795</u>	<u>3,020,459</u>	<u>5,000,673</u>
Reallocation of Fire Protection	20	0	0	0	0	5,000,673	0	0	(5,000,673)
Total		<u>\$ 49,803,525</u>	<u>\$ 21,967,242</u>	<u>\$ 8,528,970</u>	<u>\$ 5,415,995</u>	<u>\$ 7,627,063</u>	<u>\$ 3,243,795</u>	<u>\$ 3,020,459</u>	<u>\$ -</u>

NORTHERN KENTUCKY WATER DISTRICT

COST OF SERVICE FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009, ALLOCATED TO COST FUNCTION

Base	Max Day	Max Hour	Meters	Services	Billing & Collecting	Fire Protection
10,936,130						
2.01						

NORTHERN KENTUCKY WATER DISTRICT

COST OF SERVICE FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009, ALLOCATED TO COST FUNCTION

		Base	Max Day	Max Hour	Meters	Services	Billing & Collecting	Fire Protection
RATE BASE								
Organization	17	3,323	1,423	650	487	93	224	5 441
Land - Intake	2	29,200	18,139	10,950	0	0	0	0 111
Land - Treatment Plant	2	365,166	226,841	136,937	0	0	0	0 1,388
Land - Pump Station and Transmission	3	190,530	101,591	61,294	0	0	0	0 27,646
Land - CC	2	2,596,225	1,612,775	973,584	0	0	0	0 9,866
Power and Pumping Structures - Intake	2	12,353,321	7,673,883	4,632,495	0	0	0	0 46,943
Water Treatment Plant	2	31,255,874	19,416,149	11,720,953	0	0	0	0 118,772
Pumping Structures	3	5,017,888	2,675,538	1,614,255	0	0	0	0 728,096
Office Buildings	2	8,688,923	5,397,559	3,258,346	0	0	0	0 33,018
Other Structures	6	25,914	9,793	2,042	9,023	0	0	0 5,056
Structures - Water Treatment	6	4,081,594	1,542,434	321,630	1,421,211	0	0	0 796,319
Lake, River and Other Intakes	2	594,025	369,008	222,759	0	0	0	0 2,257
Supply Mains	2	2,335,616	1,450,884	875,856	0	0	0	0 8,875
Power Generation Equipment	3	1,387,331	739,725	446,305	0	0	0	0 201,302
Pumping Equipment	3	2,518,915	1,343,086	810,335	0	0	0	0 365,495
Pumping Equipment	3	307,663	164,046	98,975	0	0	0	0 44,642
Pumping Equipment	3	2,356,264	1,256,360	758,010	0	0	0	0 341,894
Purification System	2	7,362,920	4,573,846	2,761,095	0	0	0	0 27,979
Purification System - Equipment	2	37,073	23,030	13,903	0	0	0	0 141
Distribution Reservoirs and Standpipes	5	6,060,940	1,816,464	0	2,558,929	0	0	0 1,685,548
Distribution Reservoirs and Standpipes - Taylor Mill	5	52,112	15,618	0	22,002	0	0	0 14,492
Mains and Accessories - Transmission	3	48,581,515	25,903,664	15,628,673	0	0	0	0 7,049,178
Mains and Accessories - Distribution	4	60,565,901	19,829,276	0	27,939,050	0	0	0 12,797,575
Mains and Accessories - Transmission	3	2,484,295	1,324,626	799,198	0	0	0	0 360,471
Mains and Accessories - Distribution	4	3,097,136	1,014,002	0	1,428,709	0	0	0 654,425
Mains and Accessories - Taylor Mill - Transmission	3	972,831	518,714	312,960	0	0	0	0 141,158
Mains and Accessories - Taylor Mill - Distribution	4	1,212,815	397,076	0	559,472	0	0	0 256,268
Services	9	15,233,887	0	0	0	0	15,233,887	0 0
Services - Taylor Mill	9	333,938	0	0	0	0	333,938	0 0
Meters	8	6,311,872	0	0	0	6,311,872	0	0 0
Meters	8	2,379	0	0	0	2,379	0	0 0
Fire Hydrants	7	4,929,344	0	0	0	0	0	0 4,929,344
Fire Hydrants - Taylor Mill	7	130,417	0	0	0	0	0	0 130,417
Miscellaneous Equipment	14	760,860	255,573	106,749	110,781	56,380	59,119	93,434 78,825
Miscellaneous Equipment	14	1,285	432	180	187	95	100	158 133
Office Furniture and Equipment	14	1,239,689	416,411	173,928	180,499	91,861	96,324	152,234 128,432
Office Furniture and Equipment	14	9,263	3,111	1,300	1,349	686	720	1,137 960
Transportation Equipment	14	529,746	177,942	74,323	77,131	39,254	41,161	65,053 54,882
Transportation Equipment	14	-	0	0	0	0	0	0 0

NORTHERN KENTUCKY WATER DISTRICT

COST OF SERVICE FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009, ALLOCATED TO COST FUNCTION

		Base	Max Day	Max Hour	Meters	Services	Billing & Collecting	Fire Protection	
Stores Equipment	14	444	149	62	65	33	35	55	46
Tools, Shop and Garage Equipment	14	117,250	39,384	16,450	17,072	8,688	9,110	14,398	12,147
Laboratory Equipment	2	42,514	26,410	15,943	0	0	0	0	162
Power Operated Equipment	14	204,360	68,645	28,672	29,755	15,143	15,879	25,095	21,172
Communication Equipment	14	66,884	22,466	9,384	9,738	4,956	5,197	8,213	6,929
Communication Equipment	14	-	0	0	0	0	0	0	0
Miscellaneous Equipment	14	4,455	1,496	625	649	330	346	547	462
Total Utility Plant in Service		<u>234,453,899</u>	<u>100,427,570</u>	<u>45,888,821</u>	<u>34,366,108</u>	<u>6,531,770</u>	<u>15,796,039</u>	<u>360,329</u>	<u>31,083,263</u>
Construction Work In Progress									
Mains and Accessories - 10" and larger	3	6,754,778	3,601,648	2,173,012	0	0	0	0	980,118
Mains and Accessories - Less than 10"	4	8,242,334	2,698,540	0	3,802,189	0	0	0	1,741,605
Pumps	3	2,307,423	1,230,318	742,298	0	0	0	0	334,807
Water Treatment	2	13,240,809	8,225,191	4,965,303	0	0	0	0	50,315
Storage	5	27,319	8,188	0	11,534	0	0	0	7,597
Metering	8	7,695,585	0	0	0	7,695,585	0	0	0
General	14	111,525	37,461	15,647	16,238	8,264	8,666	13,695	11,554
Total Construction Work in Progress		<u>38,379,774</u>	<u>15,801,345</u>	<u>7,896,260</u>	<u>3,829,961</u>	<u>7,703,849</u>	<u>8,666</u>	<u>13,695</u>	<u>3,125,997</u>
Contributions in Aid of Construction	4	(33,948,961)	(11,114,890)	0	(15,660,656)	0	0	0	(7,173,415)
Other Rate Base Items									
Add:									
Other Utility Plant Adjustments	17	3,464,111	1,483,679	677,927	507,839	96,649	233,481	5,196	459,341
Materials and Supplies	14	1,251,889	420,509	175,640	182,275	92,765	97,272	153,732	129,696
Prepayments	14	316,138	106,191	44,354	46,030	23,426	24,564	38,822	32,752
Prepayments - Tank Cleaning/Painting	5	2,002,184	600,055	0	845,322	0	0	0	556,807
Unamortized Debt Discount and Expense	17	3,356,586	1,437,626	656,884	492,076	93,649	226,234	5,035	445,083
Deferred Credits	17	2,887,791	1,236,841	565,141	423,350	80,569	194,637	4,332	382,921
Regulatory Deferrals	19	46,124	20,212	7,873	4,981	2,703	2,984	2,763	4,608
Total Other Rate Base Elements		<u>13,324,824</u>	<u>5,305,112</u>	<u>2,127,819</u>	<u>2,501,873</u>	<u>389,760</u>	<u>779,172</u>	<u>209,879</u>	<u>2,011,208</u>
Total Original Cost Measure of Value		<u>\$ 252,209,536</u>	<u>\$ 110,419,138</u>	<u>\$ 55,912,900</u>	<u>#####</u>	<u>\$ 14,625,380</u>	<u>\$ 16,583,876</u>	<u>\$ 583,904</u>	<u>\$29,047,053</u>

NORTHERN KENTUCKY WATER DISTRICT

FACTORS FOR ALLOCATING COST OF SERVICE TO CUSTOMER CLASSIFICATIONS

FACTOR 1. ALLOCATION OF COSTS WHICH VARY WITH THE AMOUNT OF WATER CONSUMED.

Factors are based on the pro forma test year average daily consumption for each customer classification.

Customer Classification (1)	Average Daily Consumption, CCF (2)	Allocation Factor (3)
Residential	15,760	0.5229
Commercial/Multi-Family	7,857	0.2606
Industrial	3,107	0.1031
Other Public Authority	1,761	0.0584
Wholesale Customers	1,477	0.0490
Private Fire Protection	0	0.0000
Fire Protection	182	0.0060
Total	30,144	1.0000

FACTOR 2. ALLOCATION OF COSTS ASSOCIATED WITH FACILITIES SERVING BASE AND MAXIMUM DAY EXTRA CAPACITY FUNCTIONS.

Factors are based on the weighting of the factors for average daily consumption (Factor 1) and the factors derived from maximum day extra capacity demand for each customer classification, as follows:

Customer Classification (1)	Average Daily Consumption		Maximum Day Extra Capacity		Allocation Factor (6)=(3)+(5)
	Allocation Factor 1 (2)	Weighted Factor (3)=(2)x 0.6250	Allocation Factor (4)	Weighted Factor (5)=(4)x 0.3750	
Residential	0.5229	0.3268	0.5858	0.2196	0.5464
Commercial/Multi-Family	0.2606	0.1629	0.2373	0.0890	0.2519
Industrial	0.1031	0.0644	0.0866	0.0325	0.0969
Other Public Authority	0.0584	0.0365	0.0491	0.0184	0.0549
Wholesale Customers	0.0490	0.0306	0.0412	0.0155	0.0461
Private Fire Protection	0.0000	0.0000			0.0000
Fire Protection	0.0060	0.0038			0.0038
Total	1.0000	0.6250	1.0000	0.3750	1.0000

The derivation of the maximum day extra capacity factors in column 4 and the basis for the column 3 and 5 weightings are presented on the following page.

NORTHERN KENTUCKY WATER DISTRICT

FACTORS FOR ALLOCATING COST OF SERVICE TO CUSTOMER CLASSIFICATIONS, cont.

FACTOR 2. ALLOCATION OF COSTS ASSOCIATED WITH FACILITIES SERVING BASE AND MAXIMUM DAY EXTRA CAPACITY FUNCTIONS, cont.

Customer Classification	Average Daily Consumption, CCF	Maximum Day Extra Capacity		
		Factor*	Rate of Flow, CCF Per Day	Allocation Factor
(1)	(2)	(3)	(4)=(2)x(3)	(5)
Residential	15,760	0.80	12,608	0.5858
Commercial/Multi-Family	7,857	0.65	5,107	0.2373
Industrial	3,107	0.60	1,864	0.0866
Other Public Authority	1,761	0.60	1,057	0.0491
Wholesale Customers	1,477	0.60	886	0.0412
Total	29,962		21,522	1.0000

The weighting of the factors is based on the maximum day ratio of 1.60, based on a review of maximum day ratios experienced during the period 1998 through 2009 (see Schedule D).

	Maximum Day Ratio	Weight
Average Day	1.00	0.6250
Maximum Day Extra Capacity	0.60	0.3750
Total	1.60	1.0000

* Ratio of maximum day to average day minus 1.0.

NORTHERN KENTUCKY WATER DISTRICT

FACTORS FOR ALLOCATING COST OF SERVICE TO CUSTOMER CLASSIFICATIONS, cont.

FACTOR 3. ALLOCATION OF COSTS ASSOCIATED WITH FACILITIES SERVING BASE, MAXIMUM DAY EXTRA CAPACITY AND FIRE PROTECTION FUNCTIONS.

Factors are based on the weighting of the average daily consumption, the maximum day extra capacity demand, and the fire protection demand for each customer classification.

Customer Classification	Average Daily Consumption		Maximum Day Extra Capacity		Fire Protection		Allocation Factor
	Allocation Factor	Weighted Factor	Allocation Factor	Weighted Factor	Allocation Factor	Weighted Factor	
(1)	(2)	(3)=(2) X 0.5364	(4)	(5)=(4) X 0.3217	(6)	(7)=(6) X 0.1419	(8)=(3)+(5)+(7)
Residential	0.5229	0.2805	0.5858	0.1884			0.4689
Commercial	0.2606	0.1398	0.2373	0.0763			0.2161
Industrial	0.1031	0.0553	0.0866	0.0279			0.0832
Other Public Authority	0.0584	0.0313	0.0491	0.0158			0.0471
Sales for Resale	0.0490	0.0263	0.0412	0.0133			0.0396
Fire Protection	0.0060	0.0032			1.0000	0.1419	0.1451
Total	1.0000	0.5364	1.0000	0.3217	1.0000	0.1419	1.0000

FACTORS FOR ALLOCATING COST OF SERVICE TO CUSTOMER CLASSIFICATIONS, cont.

FACTOR 4. ALLOCATION OF COSTS ASSOCIATED WITH FACILITIES SERVING BASE AND MAXIMUM HOUR EXTRA CAPACITY FUNCTIONS.

Factors are based on the weighting of the average daily consumption, the maximum day extra capacity demand, and the fire protection demand for each customer classification.

Customer Classification	Average Hourly Consumption			Maximum Hour Extra Capacity		Fire Protection		Allocation Factor
	CCF	Allocation Factor	Weighted Factor	Allocation Factor	Weighted Factor	Allocation Factor	Weighted Factor	
(1)	(2)	(3)	(4)=(3) X 0.3295	(5)	(6)=(5) X 0.4613	(7)	(8)=(7) X 0.2092	(9)=(4)+(6)+(8)
Residential	656.7	0.5497	0.1812	0.6543	0.3018			0.4830
Commercial/Multi-Family	327.4	0.2741	0.0903	0.2446	0.1128			0.2031
Industrial	129.5	0.1084	0.0357	0.0645	0.0298			0.0655
Other Public Authority	73.4	0.0614	0.0202	0.0366	0.0169			0.0371
Wholesale Customers	0.0	0.0000	0.0000	0.0000	0.0000			0.0000
Private Fire Protection	0.0	0.0000	0.0000			0.0000	0.0000	0.0000
Fire Protection	7.6	0.0064	0.0021			1.0000	0.2092	0.2113
Total	1,194.6	1.0000	0.3295	1.0000	0.4613	1.0000	0.2092	1.0000

The maximum hour extra capacity factors in column 5 are determined on the next page.

NORTHERN KENTUCKY WATER DISTRICT

FACTORS FOR ALLOCATING COST OF SERVICE TO CUSTOMER CLASSIFICATIONS, cont.

FACTOR 3. ALLOCATION OF COSTS ASSOCIATED WITH FACILITIES SERVING BASE, MAXIMUM DAY EXTRA CAPACITY AND FIRE PROTECTION FUNCTIONS, cont.

The weighting of the factors is based on the potential demand of general and fire protection service. The bases for the potential demand of general service are the maximum day ratio of 1.60 and the average daily system sendout for 2009 of 27.216 MGD. The system demand for fire protection is 12,000 Gallons per minute for 10 hours.

	<u>Ratio</u>	<u>Rate of Flow, (GPD)</u>	<u>Weight</u>
Average Day	1.00	27,216,000	0.5364
Maximum Day Extra Capacity	<u>0.60</u>	<u>16,329,600</u>	<u>0.3217</u>
Subtotal	<u><u>1.60</u></u>	43,545,600	0.8581
Fire Protection		<u>7,200,000</u>	<u>0.1419</u>
Total		<u><u>50,745,600</u></u>	<u><u>1.0000</u></u>

NORTHERN KENTUCKY WATER DISTRICT

FACTORS FOR ALLOCATING COST OF SERVICE TO CUSTOMER CLASSIFICATIONS, cont.

FACTOR 4. ALLOCATION OF COSTS ASSOCIATED WITH FACILITIES SERVING BASE AND MAXIMUM HOUR EXTRA CAPACITY FUNCTIONS, cont.

The weighting of the factors is based on the potential demand of general and fire protection service. The bases for the potential demand of general service are the maximum hour ratio of 2.4 and the average daily system sendout for 2009 of 27.216 MGD. The system demand for fire protection is 12,000 gallons per minute.

	Ratio	Rate of Flow, (GPM)	Weight
Average Hour	1.00	18,900	0.3295
Maximum Hour Extra Capacity	1.40	26,460	0.4613
Subtotal	2.40	45,360	0.7908
Fire Protection		12,000	0.2092
Total		57,360	1.0000

The maximum hour extra capacity factors in column 5 of the previous page are determined as follows:

Customer Classification (1)	Average Hourly Consumption CCF (2)	Maximum Hour Extra Capacity		
		Factor* (3)	CCF Per Hour (4)=(2)x(3)	Allocation Factor (5)
Residential	656.7	2.0	1,313.4	0.6543
Commercial/Multi-Family	327.4	1.5	491.1	0.2446
Industrial	129.5	1.0	129.5	0.0645
Other Public Authority	73.4	1.0	73.4	0.0366
Wholesale Customers	0.0	1.0	0.0	0.0000
Total	1,187.0		2,007.4	1.0000

* Ratio of Maximum Hour To Average Hour Minus 1.0.

NORTHERN KENTUCKY WATER DISTRICT

FACTORS FOR ALLOCATING COST OF SERVICE TO CUSTOMER CLASSIFICATIONS, cont.

FACTOR 5. ALLOCATION OF COSTS ASSOCIATED WITH STORAGE FACILITIES.

Factors are based on the weighting of the average hourly consumption, the maximum hour extra capacity demand, and the fire protection demand for each customer classification.

Customer Classification	Average Hourly Consumption			Maximum Hour Extra Capacity		Fire Protection		Allocation Factor
	CCF	Allocation Factor	Weighted Factor	Allocation Factor	Weighted Factor	Allocation Factor	Weighted Factor	
(1)	(2)	(3)	(4)=(3) X 0.3015	(5)	(6)=(5) X 0.4222	(7)	(8)=(7) X 0.2763	(9)=(4)+(6)+(8)
Residential	656.7	0.5228	0.1576	0.6348	0.2681			0.4257
Commercial/Multi-Family	327.4	0.2606	0.0786	0.2374	0.1002			0.1788
Industrial	129.5	0.1031	0.0311	0.0626	0.0264			0.0575
Other Public Authority	73.4	0.0584	0.0176	0.0355	0.0150			0.0326
Wholesale Customers	61.5	0.0490	0.0148	0.0297	0.0125			0.0273
Fire Protection	7.6	0.0061	0.0018			1.0000	0.2763	0.2781
Total	1,256.1	1.0000	0.3015	1.0000	0.4222	1.0000	0.2763	1.0000

The weighting of the factors is based on the ratio of the capacity required for a 3 hour demand of fire flow, as related to total storage capacity. The calculation is shown on the following page.

NORTHERN KENTUCKY WATER DISTRICT

FACTORS FOR ALLOCATING COST OF SERVICE TO CUSTOMER CLASSIFICATIONS, cont.

FACTOR 5. ALLOCATION OF COSTS ASSOCIATED WITH STORAGE FACILITIES, cont.

The weighting of the factors is based on the ratio of the capacity required for a 10 hour demand of fire flow, as related to total storage capacity.

$$\text{Fire Protection Weight} = \frac{12,000 \text{ GPM} \times 60 \text{ Min.} \times 10 \text{ Hrs.}}{26,054,000 \text{ Gallons}} = 0.2763$$

$$\text{General Service Weight} = 1.0000 - 0.2763 = 0.7237$$

The weighting of the average hourly consumption and maximum hour extra demand for general service is based on the maximum hour ratio, as follows:

	Maximum Hour Ratio	Percent	Weight
Average Hour	1.00	41.67	0.3015
Extra Capacity Maximum Hour	<u>1.40</u>	<u>58.33</u>	<u>0.4222</u>
Total	<u><u>2.40</u></u>	<u><u>100.00</u></u>	<u><u>0.7237</u></u>

Customer Classification	Average Hourly Consumption CCF	Maximum Hour Extra Capacity		
		Factor*	CCF Per Hour	Allocation Factor
(1)	(2)	(3)	(4)=(2)x(3)	(5)
Residential	656.7	2.0	1,313.4	0.6348
Commercial/Multi-Family	327.4	1.5	491.1	0.2374
Industrial	129.5	1.0	129.5	0.0626
Other Public Authority	73.4	1.0	73.4	0.0355
Wholesale Customers	<u>61.5</u>	1.0	<u>61.5</u>	<u>0.0297</u>
Total	<u><u>1,248.5</u></u>		<u><u>2,068.9</u></u>	<u><u>1.0000</u></u>

* Ratio of Maximum Hour To Average Hour Minus 1.0.

NORTHERN KENTUCKY WATER DISTRICT

FACTORS FOR ALLOCATING COST OF SERVICE TO CUSTOMER CLASSIFICATIONS, cont.

FACTOR 6. ALLOCATION OF COSTS ASSOCIATED WITH TRANSMISSION AND DISTRIBUTION MAINS.

Factors are based on the weighting of the maximum daily consumption with fire, Factor 3, and the maximum hour consumption, Factor 4, for each customer classification, as follows:

Customer Classification	Maximum Daily Consumption w/ Fire		Maximum Hourly Consumption		Allocation Factor
	Allocation Factor 3	Weighted Factor	Allocation Factor 4	Weighted Factor	
	(1)	(2)	(3)=(2)X	(4)	
		0.2451		0.7549	
Residential	0.4689	0.1149	0.4830	0.3647	0.4796
Commercial/Multi-Family	0.2161	0.0530	0.2031	0.1533	0.2063
Industrial	0.0832	0.0204	0.0655	0.0494	0.0698
Other Public Authority	0.0471	0.0115	0.0371	0.0280	0.0395
Wholesale Customers	0.0396	0.0097	0.0000	0.0000	0.0097
Fire Protection	0.1451	0.0356	0.2113	0.1595	0.1951
Total	<u>1.0000</u>	<u>0.2451</u>	<u>1.0000</u>	<u>0.7549</u>	<u>1.0000</u>

The weighting of the factors is based on the total footage of mains, designated as either transmission mains or distribution mains, as follows:

	Total Footage of Mains	Weight
Mains 10" and Larger	1,614,189	0.2451
Mains Smaller than 10"	<u>4,971,339</u>	<u>0.7549</u>
Total	<u>6,585,528</u>	1.0000

NORTHERN KENTUCKY WATER DISTRICT

FACTORS FOR ALLOCATING COST OF SERVICE TO CUSTOMER CLASSIFICATIONS, cont.

FACTOR 7. ALLOCATION OF COSTS ASSOCIATED WITH FIRE HYDRANTS.

Costs are assigned directly to Public Fire Protection.

Customer Classification (1)	Allocation Factor (3)
Fire Protection	1.0000
Total	1.0000

FACTOR 8. ALLOCATION OF COSTS ASSOCIATED WITH METERS.

Factors are based on the relative cost of meters by size and customer classification, as developed on the following page and summarized below.

Customer Classification (1)	5/8" Dollar Equivalents (2)	Allocation Factor (3)
Residential	79,441	0.7768
Commercial/Multi-Family	18,268	0.1786
Industrial	1,407	0.0138
Other Public Authority	3,069	0.0300
Wholesale Customers	86	0.0008
Total	102,271	1.0000

NORTHERN KENTUCKY WATER DISTRICT

FACTORS FOR ALLOCATING COST OF SERVICE TO CUSTOMER CLASSIFICATIONS, cont.

FACTOR 9. ALLOCATION OF COSTS ASSOCIATED WITH SERVICES.

Factors are based on the relative cost of services by size and customer classification, as developed on the following page and summarized below.

<u>Customer Classification</u> (1)	<u>3/4" Dollar Equivalents</u> (2)	<u>Allocation Factor</u> (3)
Residential	79,142	0.8383
Commercial/Multi-Family	12,770	0.1353
Industrial	634	0.0067
Other Public Authority	1,831	0.0194
Wholesale Customers	<u>28</u>	<u>0.0003</u>
Total	<u><u>94,405</u></u>	<u><u>1.0000</u></u>

NORTHERN KENTUCKY WATER DISTRICT

BASIS FOR ALLOCATING METER COSTS TO CUSTOMER CLASSIFICATIONS

Meter Size	5/8" Dollar Equivalent	Residential		Commercial/Multi-Family		Industrial		Other Public Authority		Wholesale Customers		Total	
		Number of Meters	Weighting (4)=(2)X(3)	Number of Meters	Weighting (6)=(2)X(5)	Number of Meters	Weighting (8)=(2)X(7)	Number of Meters	Weighting (10)=(2)X(9)	Number of Meters	Weighting (12)=(2)X(11)	Number of Meters	Weighting (14)
(1)	(2)	(3)	(4)=(2)X(3)	(5)	(6)=(2)X(5)	(7)	(8)=(2)X(7)	(9)	(10)=(2)X(9)	(11)	(12)=(2)X(11)	(13)	(14)
5/8	1.0	78,362	78,362	3,708	3,708	16	16	181	181		0	82,267	82,267
3/4	1.1		0		0		0		0		0	0	0
1	1.8	538	968	1,018	1,832	9	16	66	119		0	1,631	2,935
1-1/2	3.7	24	89	728	2,694	13	48	42	155		0	807	2,986
2	4.3	5	22	676	2,907	45	194	148	636		0	874	3,759
3	10.6		0	98	1,039	16	170	57	604		0	171	1,813
4	14.9		0	72	1,073	13	194	35	522	2	30	122	1,819
6	27.9		0	87	2,427	9	251	14	391	2	56	112	3,125
8	57.5		0	44	2,530	5	288	5	288		0	54	3,106
10	57.5		0	1	58	4	230	3	173			8	461
Total		<u>78,929</u>	<u>79,441</u>	<u>6,432</u>	<u>18,268</u>	<u>130</u>	<u>1,407</u>	<u>551</u>	<u>3,069</u>	<u>4</u>	<u>86</u>	<u>86,046</u>	<u>102,271</u>

NORTHERN KENTUCKY WATER DISTRICT

BASIS FOR ALLOCATING SERVICE COSTS TO CUSTOMER CLASSIFICATIONS

Service Size	3/4" Dollar Equivalent	Residential		Commercial/Multi-Family		Industrial		Other Public Authority		Wholesale Customers		Total	
		Number of Services	Weighting (4)=(2)X(3)	Number of Services	Weighting (6)=(2)X(5)	Number of Services	Weighting (8)=(2)X(7)	Number of Services	Weighting (10)=(2)X(9)	Number of Services	Weighting (12)=(2)X(11)	Number of Services	Weighting (16)
(1)	(2)	(3)	(4)=(2)X(3)	(5)	(6)=(2)X(5)	(7)	(8)=(2)X(7)	(9)	(10)=(2)X(9)	(11)	(12)=(2)X(11)	(15)	(16)
3/4	1.00	78,362	78,362	3,708	3,708	16	16	181	181	0	0	82,267	82,267
1	1.25	538	670	1,018	1,268	9	11	66	82	0	0	1,631	2,031
1-1/2	3.62	24	87	728	2,639	13	47	42	152	0	0	807	2,925
2	4.51	5	23	676	3,047	45	203	148	667	0	0	874	3,940
3	5.54	0	0	98	543	16	89	57	316	0	0	171	948
4	6.57	0	0	72	473	13	85	35	230	2	13	122	801
6	7.51	0	0	87	654	9	68	14	105	2	15	112	842
8	9.58	0	0	44	421	5	48	5	48	0	0	54	517
10	16.72	0	0	1	17	4	67	3	50	0	0	8	134
Total		<u>78,929</u>	<u>79,142</u>	<u>6,432</u>	<u>12,770</u>	<u>130</u>	<u>634</u>	<u>551</u>	<u>1,831</u>	<u>4</u>	<u>28</u>	<u>86,046</u>	<u>94,405</u>

NORTHERN KENTUCKY WATER DISTRICT

FACTORS FOR ALLOCATING COST OF SERVICE TO CUSTOMER CLASSIFICATIONS, cont.

FACTOR 10. NOT USED IN THE ALLOCATION.

FACTOR 11. ALLOCATION OF TRANSMISSION AND DISTRIBUTION MAINTENANCE SUPERVISION AND ENGINEERING, STRUCTURES AND IMPROVEMENTS, AND OTHER EXPENSES.

Factors are based on transmission and distribution maintenance expenses other than those being allocated, as follows:

<u>Customer Classification</u> (1)	<u>Transmission & Distribution Maintenance Expenses</u> (2)	<u>Allocation Factor</u> (3)
Residential	\$ 1,800,231	0.5190
Commercial/Multi-Family	625,726	0.1805
Industrial	185,085	0.0534
Other Public Authority	114,953	0.0332
Wholesale Customers	32,492	0.0094
Fire Protection	<u>708,957</u>	<u>0.2045</u>
Total	<u><u>\$3,467,445</u></u>	<u><u>1.0000</u></u>

NORTHERN KENTUCKY WATER DISTRICT

FACTORS FOR ALLOCATING COST OF SERVICE TO CUSTOMER CLASSIFICATIONS, cont.

FACTOR 12. ALLOCATION OF BILLING AND COLLECTING COSTS AND METER READING

Factors are based on the total number of customers.

<u>Customer Classification</u> (1)	<u>Total Customers</u> (2)	<u>Allocation Factor</u> (3)
Residential	78,929	0.91729
Commercial/Multi-Family	6,432	0.07475
Industrial	130	0.00151
Other Public Authority	551	0.00640
Wholesale Customers	4	0.00005
Fire Protection	<u>0</u>	<u>0.00000</u>
Total	<u><u>86,046</u></u>	<u><u>1.0000</u></u>

FACTOR 13. NOT USED IN THE ALLOCATION

NORTHERN KENTUCKY WATER DISTRICT

FACTORS FOR ALLOCATING COST OF SERVICE TO CUSTOMER CLASSIFICATIONS, cont.

FACTOR 14. ALLOCATION OF ADMINISTRATIVE AND GENERAL EXPENSES

Factors are based on the allocation of all other operation and maintenance expenses excluding purchased water, power, chemicals and waste disposal.

<u>Customer Classification</u> (1)	<u>Operation & Maintenance Expenses</u> (2)	<u>Allocation Factor</u> (3)
Residential	\$6,853,255	0.5916
Commercial/Multi-Family	2,212,561	0.1910
Industrial	678,250	0.0585
Other Public Authority	425,121	0.0367
Wholesale Customers	214,943	0.0186
Fire Protection	<u>1,200,415</u>	<u>0.1036</u>
Total	<u>\$11,584,545</u>	<u>1.0000</u>

FACTOR 15. NOT USED IN THE ALLOCATION

NORTHERN KENTUCKY WATER DISTRICT

FACTORS FOR ALLOCATING COST OF SERVICE TO CUSTOMER CLASSIFICATIONS, cont.

FACTOR 16. ALLOCATION OF LABOR RELATED TAXES AND BENEFITS.

Factors are based on the allocation of direct labor expense.

Customer Classification (1)	Direct Labor Expense (2)	Allocation Factor (3)
Residential	\$5,035,244	0.5946
Commercial/Multi-Family	1,661,814	0.1962
Industrial	510,067	0.0602
Other Public Authority	322,135	0.0380
Wholesale Customers	162,251	0.0192
Fire Protection	776,994	0.0918
Total	\$8,468,504	1.0000

FACTOR 17. ALLOCATION OF ORGANIZATION, FRANCHISES AND CONSENTS, MISCELLANEOUS INTANGIBLE PLANT AND OTHER RATE BASE ELEMENTS.

Factors are based on the allocation of the original cost less depreciation other than those items being allocated, as follows:

Customer Classification (1)	Original Cost Less Depreciation (2)	Allocation Factor (3)
Residential	\$121,399,629	0.5178
Commercial/Multi-Family	49,242,043	0.2100
Industrial	16,922,798	0.0722
Other Public Authority	9,978,129	0.0426
Wholesale Customers	5,825,156	0.0248
Fire Protection	31,082,822	0.1326
Total	\$234,450,576	1.0000

NORTHERN KENTUCKY WATER DISTRICT

FACTORS FOR ALLOCATING COST OF SERVICE TO CUSTOMER CLASSIFICATIONS, cont.

FACTOR 18. ALLOCATION OF DEBT SERVICE AND ACQUISITION ADJUSTMENT

Factors are based on the allocation of the original cost measure of value rate base as shown on the following pages and summarized below.

<u>Customer Classification</u> (1)	<u>Original Cost Measure of Value</u> (2)	<u>Allocation Factor</u> (3)
Residential	\$133,357,371	0.5287
Commercial/Multi-Family	53,421,826	0.2118
Industrial	18,301,543	0.0726
Other Public Authority	10,952,474	0.0434
Wholesale Customers	7,129,269	0.0283
Fire Protection	<u>29,047,053</u>	<u>0.1152</u>
Total	<u><u>\$252,209,536</u></u>	<u><u>1.0000</u></u>

FACTOR 19. ALLOCATION OF REGULATORY COMMISSION EXPENSES, ASSESSMENTS AND OTHER WATER REVENUES.

The factors are based on the allocation of the total cost of service, excluding those items being allocated.

<u>Customer Classification</u> (1)	<u>Total Cost of Service</u> (2)	<u>Allocation Factor</u> (3)
Residential	\$29,594,028	0.5574
Commercial/Multi-Family	10,954,994	0.2063
Industrial	3,657,496	0.0689
Other Public Authority	2,210,873	0.0416
Wholesale Customers	1,374,755	0.0259
Fire Protection	<u>5,301,743</u>	<u>0.0999</u>
Total	<u><u>\$53,093,889</u></u>	<u><u>1.0000</u></u>

NORTHERN KENTUCKY WATER DISTRICT

FACTORS FOR ALLOCATING COST OF SERVICE TO CUSTOMER CLASSIFICATIONS, cont.

FACTOR 20. REALLOCATION OF FIRE PROTECTION

Factors are based on the relative cost of meters by size and customer classification.

<u>Customer Classification</u> (1)	<u>5/8" Dollar Equivalents</u> (2)	<u>Allocation Factor</u> (3)
Residential	79,441	0.7774
Commercial/Multi-Family	18,268	0.1788
Industrial	1,407	0.0138
Other Public Authority	3,069	0.0300
Wholesale Customers	<u>0</u>	<u>0.0000</u>
Total	<u><u>102,185</u></u>	<u><u>1.0000</u></u>

NORTHERN KENTUCKY WATER DISTRICT

SUMMARY OF AVERAGE DAILY SEND OUT AND MAXIMUM DAILY USAGE
FOR THE YEARS 1998-2009

Year (1)	Average Daily Send out (MGD) (2)	Maximum Daily Use		
		MGD (3)	Ratio to Average (4)	Highest Use Day (5)
1998	32.1	46.6	1.45	9/13/1998
1999	34.7	51.2	1.48	7/26/1999
2000	33.0	48.5	1.47	6/13/2000
2001	33.3	47.1	1.41	6/28/2001
2002	36.4	57.3	1.57	9/13/2002
2003	26.8	38.4	1.43	8/2/2002
2004	27.9	36.9	1.32	7/6/2004
2005	29.2	44.5	1.52	8/4/2005
2006	27.7	40.3	1.45	8/23/2006
2007	31.1	48.8	1.57	9/3/2007
2008	29.0	42.0	1.45	8/4/2008
2009	27.2	36.2	1.33	9/2/2009

NORTHERN KENTUCKY WATER DISTRICT

CALCULATION OF CUSTOMER CHARGE

		<u>Monthly</u>	<u>Quarterly</u>
(1) Cost Related to Meters	#####		
(2) Meter Equivalents X 12	1,227,252		
(3) Cost per Bill - Meter related		\$ 6.21	18.63
(4) Cost Related to Services	#####		
(5) Service Equivalents X 12	1,132,860		
(6) Cost per Bill - Services related		\$ 2.86	8.58
(7) Cost Related to Billing and Collecting	#####		
(8) Number of Bills	366,212		
(9) Cost per Bill - Billing and Collecting		<u>\$ 8.25</u>	<u>8.25</u>
(10) Total Customer Charge (3)+(6)+(9)		\$ 17.32	\$ 35.46

NORTHERN KENTUCKY WATER DISTRICT

COMPARISON OF COST OF SERVICE WITH REVENUES UNDER PRESENT AND PROPOSED RATES - STEP 2
FOR THE TEST YEAR ENDED DECEMBER 31, 2009

Customer Classification (1)	Cost of Service		Revenues, Present Rates		Revenues, Proposed Rates		Proposed Increase	
	Amount (Schedule B) (2)	Percent (3)	Amount (4)	Percent (5)	Amount (6)	Percent (7)	Amount (8)	Percent Increase (9)
Residential	\$ 31,588,844	63.4%	\$ 24,719,009	61.3%	\$ 30,846,193	63.5%	\$ 6,127,184	24.8%
Commercial/Multi-Family	11,176,360	22.4%	9,332,035	23.1%	10,886,422	22.4%	1,554,387	16.7%
Industrial	3,515,252	7.1%	3,160,060	7.8%	3,426,222	7.0%	266,163	8.4%
Public Authority	2,226,825	4.5%	1,948,183	4.8%	2,191,212	4.5%	243,029	12.5%
Wholesale	1,296,243	2.6%	1,200,418	3.0%	1,265,110	2.6%	64,691	5.4%
Total Sales	49,803,525	<u>100.0%</u>	40,359,705	<u>100.0%</u>	48,615,158	<u>100.0%</u>	8,255,454	20.5%
Other Revenues	4,865,306		4,834,006		4,865,306		31,301	
Total	<u>\$ 54,668,831</u>		<u>45,193,710</u>		<u>\$ 53,480,464</u>		<u>\$ 8,286,754</u>	18.3%

Northern Kentucky Water District
Projected Revenue Bonds, Series 2010
(Draft Plan of Finance)

Estimated Series 2010 Bond Schedules

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Cumulative Debt Schedules

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Gross Debt Service Structure Report	8
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Northern Kentucky Water Service District

Taxable Revenue Build America Bonds, Series 2010-EST
(Projected Following Rate Case)

Sources & Uses

Dated 12/01/2010 | Delivered 12/01/2010

Sources Of Funds

Par Amount of Bonds	\$32,100,000.00
Transfers from Prior Issue BCF Funds	364,500.00
Total Sources	\$32,464,500.00

Uses Of Funds

Total Underwriter's Discount (2.000%)	642,000.00
Costs of Issuance	111,400.00
Deposit to Debt Service Reserve Fund (DSRF)	2,425,172.50
Deposit to Current Refunding Fund	29,281,500.00
Rounding Amount	4,427.50
Total Uses	\$32,464,500.00

Northern Kentucky Water Service District

Taxable Revenue Build America Bonds, Series 2010-EST
(Projected Following Rate Case)

Debt Service Schedule

Part 1 of 3

Date	Principal	Coupon	Interest	Federal Pmt.	Total P+I
02/01/2011	-	-	237,362.08	(83,076.72)	154,285.36
08/01/2011	-	-	712,086.25	(249,230.18)	462,856.07
02/01/2012	1,000,000.00	1.400%	712,086.25	(249,230.18)	1,462,856.07
08/01/2012	-	-	705,086.25	(246,780.18)	458,306.07
02/01/2013	1,015,000.00	1.800%	705,086.25	(246,780.18)	1,473,306.07
08/01/2013	-	-	695,951.25	(243,582.93)	452,368.32
02/01/2014	1,025,000.00	2.100%	695,951.25	(243,582.93)	1,477,368.32
08/01/2014	-	-	685,188.75	(239,816.06)	445,372.69
02/01/2015	1,040,000.00	2.350%	685,188.75	(239,816.06)	1,485,372.69
08/01/2015	-	-	672,968.75	(235,539.06)	437,429.69
02/01/2016	1,060,000.00	2.750%	672,968.75	(235,539.06)	1,497,429.69
08/01/2016	-	-	658,393.75	(230,437.81)	427,955.94
02/01/2017	1,080,000.00	3.150%	658,393.75	(230,437.81)	1,507,955.94
08/01/2017	-	-	641,383.75	(224,484.31)	416,899.44
02/01/2018	1,100,000.00	3.450%	641,383.75	(224,484.31)	1,516,899.44
08/01/2018	-	-	622,408.75	(217,843.06)	404,565.69
02/01/2019	1,130,000.00	3.850%	622,408.75	(217,843.06)	1,534,565.69
08/01/2019	-	-	600,656.25	(210,229.68)	390,426.57
02/01/2020	1,160,000.00	4.050%	600,656.25	(210,229.68)	1,550,426.57
08/01/2020	-	-	577,166.25	(202,008.18)	375,158.07
02/01/2021	1,190,000.00	4.250%	577,166.25	(202,008.18)	1,565,158.07
08/01/2021	-	-	551,878.75	(193,157.56)	358,721.19
02/01/2022	1,225,000.00	4.400%	551,878.75	(193,157.56)	1,583,721.19
08/01/2022	-	-	524,928.75	(183,725.06)	341,203.69
02/01/2023	1,260,000.00	4.500%	524,928.75	(183,725.06)	1,601,203.69
08/01/2023	-	-	496,578.75	(173,802.56)	322,776.19
02/01/2024	1,300,000.00	4.600%	496,578.75	(173,802.56)	1,622,776.19
08/01/2024	-	-	466,678.75	(163,337.56)	303,341.19

Northern Kentucky Water Service District

Taxable Revenue Build America Bonds, Series 2010-EST
(Projected Following Rate Case)

Debt Service Schedule

Part 2 of 3

Date	Principal	Coupon	Interest	Federal Pmt.	Total P+I
02/01/2025	1,340,000.00	4.750%	466,678.75	(163,337.56)	1,643,341.19
08/01/2025	-	-	434,853.75	(152,198.81)	282,654.94
02/01/2026	1,380,000.00	4.850%	434,853.75	(152,198.81)	1,662,654.94
08/01/2026	-	-	401,388.75	(140,486.06)	260,902.69
02/01/2027	1,425,000.00	5.000%	401,388.75	(140,486.06)	1,685,902.69
08/01/2027	-	-	365,763.75	(128,017.31)	237,746.44
02/01/2028	1,475,000.00	5.150%	365,763.75	(128,017.31)	1,712,746.44
08/01/2028	-	-	327,782.50	(114,723.87)	213,058.63
02/01/2029	1,525,000.00	5.250%	327,782.50	(114,723.87)	1,738,058.63
08/01/2029	-	-	287,751.25	(100,712.93)	187,038.32
02/01/2030	1,575,000.00	5.350%	287,751.25	(100,712.93)	1,762,038.32
08/01/2030	-	-	245,620.00	(85,967.00)	159,653.00
02/01/2031	1,635,000.00	5.450%	245,620.00	(85,967.00)	1,794,653.00
08/01/2031	-	-	201,066.25	(70,373.18)	130,693.07
02/01/2032	1,695,000.00	5.500%	201,066.25	(70,373.18)	1,825,693.07
08/01/2032	-	-	154,453.75	(54,058.81)	100,394.94
02/01/2033	1,755,000.00	5.550%	154,453.75	(54,058.81)	1,855,394.94
08/01/2033	-	-	105,752.50	(37,013.37)	68,739.13
02/01/2034	1,820,000.00	5.650%	105,752.50	(37,013.37)	1,888,739.13
08/01/2034	-	-	54,337.50	(19,018.12)	35,319.38
02/01/2035	1,890,000.00	5.750%	54,337.50	(19,018.12)	1,925,319.38
08/01/2035	-	5.750%	-	-	-
Total	\$32,100,000.00	-	\$22,617,612.08	(7,916,164.02)	\$46,801,448.06

Northern Kentucky Water Service District

Taxable Revenue Build America Bonds, Series 2010-EST
(Projected Following Rate Case)

Debt Service Schedule

Part 3 of 3

Yield Statistics

Bond Year Dollars	\$450,805.00
Average Life	14.044 Years
Average Coupon	3.2611546%
Net Interest Cost (NIC)	3.4035665%
True Interest Cost (TIC)	3.4062189%
Bond Yield for Arbitrage Purposes	3.2914249%
All Inclusive Cost (AIC)	3.4391898%

IRS Form 8038

Net Interest Cost	3.2611546%
Weighted Average Maturity	14.044 Years

Northern Kentucky Water Service District

Taxable Revenue Build America Bonds, Series 2010-EST
(Projected Following Rate Case)

Debt Service Schedule

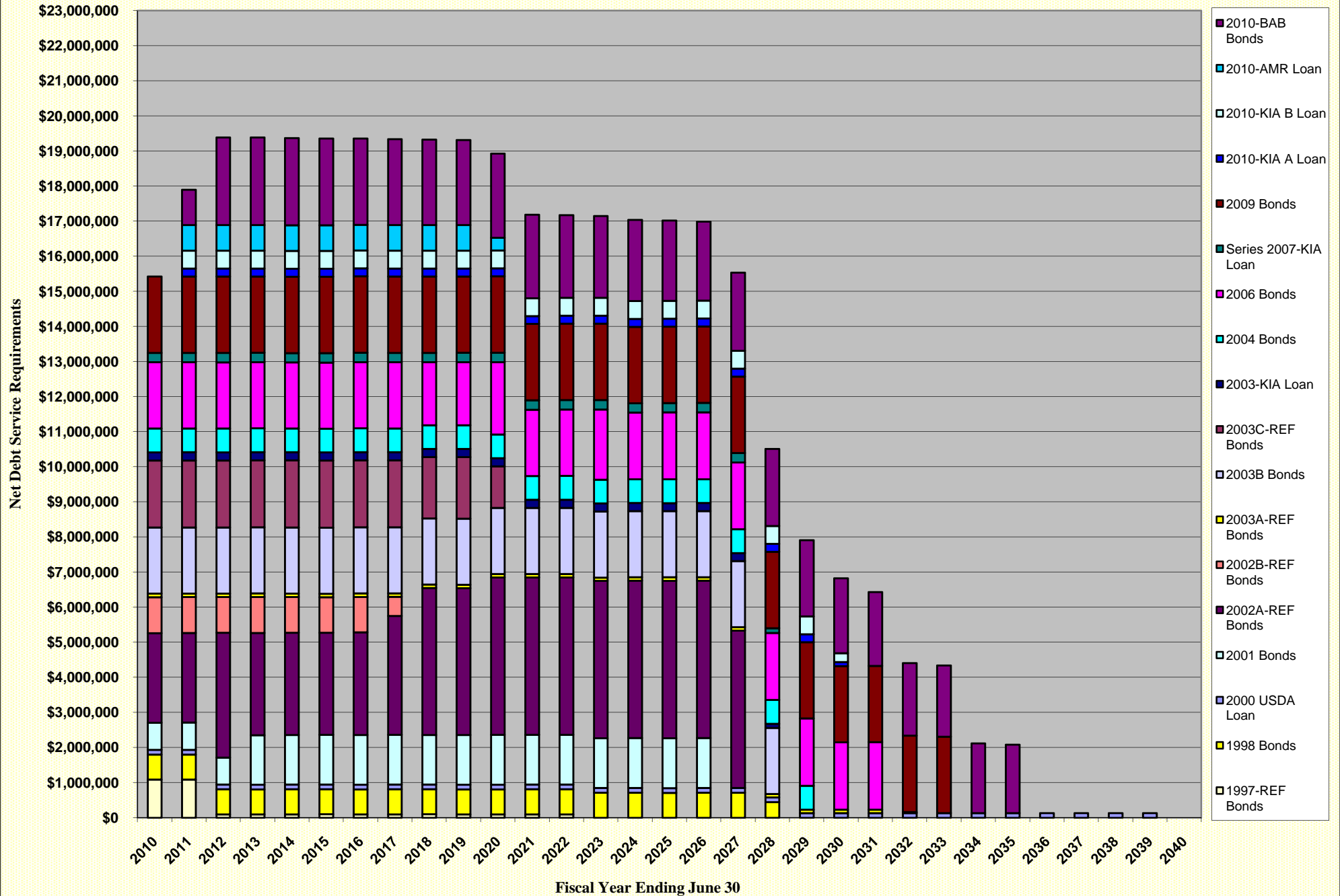
Part 1 of 2

Date	Principal	Coupon	Interest	Federal Pmt.	Total P+I
12/31/2010	-	-	-	-	-
12/31/2011	-	-	949,448.33	(332,306.90)	617,141.43
12/31/2012	1,000,000.00	1.400%	1,417,172.50	(496,010.36)	1,921,162.14
12/31/2013	1,015,000.00	1.800%	1,401,037.50	(490,363.11)	1,925,674.39
12/31/2014	1,025,000.00	2.100%	1,381,140.00	(483,398.99)	1,922,741.01
12/31/2015	1,040,000.00	2.350%	1,358,157.50	(475,355.12)	1,922,802.38
12/31/2016	1,060,000.00	2.750%	1,331,362.50	(465,976.87)	1,925,385.63
12/31/2017	1,080,000.00	3.150%	1,299,777.50	(454,922.12)	1,924,855.38
12/31/2018	1,100,000.00	3.450%	1,263,792.50	(442,327.37)	1,921,465.13
12/31/2019	1,130,000.00	3.850%	1,223,065.00	(428,072.74)	1,924,992.26
12/31/2020	1,160,000.00	4.050%	1,177,822.50	(412,237.86)	1,925,584.64
12/31/2021	1,190,000.00	4.250%	1,129,045.00	(395,165.74)	1,923,879.26
12/31/2022	1,225,000.00	4.400%	1,076,807.50	(376,882.62)	1,924,924.88
12/31/2023	1,260,000.00	4.500%	1,021,507.50	(357,527.62)	1,923,979.88
12/31/2024	1,300,000.00	4.600%	963,257.50	(337,140.12)	1,926,117.38
12/31/2025	1,340,000.00	4.750%	901,532.50	(315,536.37)	1,925,996.13
12/31/2026	1,380,000.00	4.850%	836,242.50	(292,684.87)	1,923,557.63
12/31/2027	1,425,000.00	5.000%	767,152.50	(268,503.37)	1,923,649.13
12/31/2028	1,475,000.00	5.150%	693,546.25	(242,741.18)	1,925,805.07
12/31/2029	1,525,000.00	5.250%	615,533.75	(215,436.80)	1,925,096.95
12/31/2030	1,575,000.00	5.350%	533,371.25	(186,679.93)	1,921,691.32
12/31/2031	1,635,000.00	5.450%	446,686.25	(156,340.18)	1,925,346.07
12/31/2032	1,695,000.00	5.500%	355,520.00	(124,431.99)	1,926,088.01
12/31/2033	1,755,000.00	5.550%	260,206.25	(91,072.18)	1,924,134.07
12/31/2034	1,820,000.00	5.650%	160,090.00	(56,031.49)	1,924,058.51
12/31/2035	1,890,000.00	5.750%	54,337.50	(19,018.12)	1,925,319.38
Total	\$32,100,000.00	-	\$22,617,612.08	(7,916,164.02)	\$46,801,448.06

Debt Capsule Summary Report

Bond Series	Original Par Amount	Amount Outstanding	Interest Rate Range	Final Maturity	Call Information
1997-REF	\$11,225,000	\$1,855,000	4.750 - 4.750%	02/01/22	Feb 2007 @ 102%
1998	\$11,355,000	\$8,430,000	4.750 - 4.875%	02/01/28	Feb 2008 @ 102%
2000 USDA	\$2,287,000	\$2,054,000	5.000%	05/01/39	N/A
2001	\$16,325,000	\$14,520,000	4.200 - 5.000%	02/01/26	Feb 2012 @ 100%
2002A-REF	\$45,485,000	\$42,440,000	4.500 - 5.000%	02/01/27	Feb 2012 @ 100%
2002B-REF	\$10,575,000	\$5,840,000	3.500 - 4.250%	02/01/17	Feb 2013 @ 100%
2003A-REF	\$1,615,000	\$1,360,000	3.000 - 4.600%	02/01/32	Feb 2013 @ 100%
2003B	\$30,270,000	\$24,110,000	2.250 - 4.125%	02/01/28	Aug 2013 @ 100%
2003C-REF	\$23,790,000	\$14,995,000	2.750 - 4.250%	02/01/20	Feb 2014 @ 100%
2003-KIA	N/A	\$3,125,000	3.000%	06/01/28	N/A
2004	\$10,455,000	\$8,735,000	2.625 - 4.500%	02/01/29	Aug 2014 @ 100%
2006	\$29,000,000	\$26,455,000	4.000 - 4.375%	02/01/31	Aug 2016 @ 100%
2007-KIA	\$4,000,000	\$3,785,980	3.000%	06/01/28	N/A
2009	\$29,290,000	\$27,645,000	3.750 - 6.150%	02/01/33	Feb 2019 @ 100%
<i>*Proposed Debt</i>					
2010-KIA A	\$4,000,000	\$4,000,000	1.000%	06/01/30	N/A
2010-KIA B	\$8,000,000	\$8,000,000	2.250%	06/01/30	N/A
2010-AMR	\$6,000,000	\$6,000,000	3.000%	06/01/20	N/A
2010-BAB	\$32,100,000	\$32,100,000	1.400 - 5.750%	02/01/35	Aug 2020 @ 100%
Totals:	\$275,772,000	\$235,449,980	---	---	---

Northern Kentucky Water District Gross Debt Service Structure Graph



Gross Debt Service Structure Report

FY Ending Dec 31st	Series 1997-REF Bonds	Series 1998 Bonds	Series 2000 USDA Loan	Series 2001 Bonds	Series 2002A-REF Bonds	Series 2002B-REF Bonds	Series 2003A-REF Bonds	Series 2003B Bonds	Series 2003C-REF Bonds	Series 2003-KIA Loan	Series 2004 Bonds	Series 2006 Bonds	Series 2007-KIA Loan	Series 2009 Bonds	Series 2010-KIA A Loan	-----Estimated-----			Less 2010-BAB Payment	Debt Service	
																Series 2010-KIA B Loan	Series 2010-AMR Loan	Series 2010-BAB Bonds			
2010	\$1,086,269	\$711,830	\$134,475	\$773,878	\$2,554,353	\$1,025,675	\$100,685	\$1,884,488	\$1,905,031	\$235,999	\$676,869	\$1,888,588	\$268,156	\$2,176,944	\$0	\$0	\$0	\$0	\$0	\$15,423,237	
2011	\$1,088,769	\$712,461	\$134,875	\$775,545	\$2,552,978	\$1,025,044	\$99,315	\$1,882,088	\$1,908,519	\$235,665	\$677,569	\$1,886,988	\$268,156	\$2,177,288	\$226,289	\$509,084	\$730,542	\$1,003,466	(\$386,325)	\$17,508,313	
2012	\$98,000	\$712,380	\$134,200	\$772,105	\$3,552,640	\$1,022,244	\$97,865	\$1,882,066	\$1,907,169	\$235,322	\$677,563	\$1,884,188	\$268,156	\$2,176,694	\$226,289	\$509,084	\$730,542	\$2,497,808	(\$576,646)	\$18,807,666	
2013	\$95,150	\$711,501	\$134,450	\$1,409,583	\$2,916,840	\$1,023,144	\$101,259	\$1,885,425	\$1,907,469	\$234,967	\$676,628	\$1,885,088	\$268,156	\$2,175,163	\$226,289	\$509,084	\$730,542	\$2,495,595	(\$569,921)	\$18,816,410	
2014	\$97,181	\$714,611	\$134,600	\$1,411,840	\$2,913,190	\$1,017,744	\$99,504	\$1,882,769	\$1,912,081	\$234,603	\$674,938	\$1,879,688	\$268,156	\$2,176,663	\$226,289	\$509,084	\$730,542	\$2,483,951	(\$561,210)	\$18,806,221	
2015	\$98,975	\$711,741	\$134,650	\$1,416,675	\$2,911,851	\$1,011,144	\$97,704	\$1,883,413	\$1,910,681	\$234,227	\$676,700	\$1,882,888	\$268,156	\$2,175,575	\$226,289	\$509,084	\$730,542	\$2,473,499	(\$550,696)	\$18,803,095	
2016	\$95,650	\$712,972	\$134,600	\$1,414,438	\$2,926,663	\$1,007,641	\$100,755	\$1,885,756	\$1,906,881	\$233,840	\$677,000	\$1,884,488	\$268,156	\$2,177,169	\$226,289	\$509,084	\$730,542	\$2,463,937	(\$538,551)	\$18,817,307	
2017	\$97,206	\$713,228	\$134,450	\$1,419,288	\$3,386,944	\$546,369	\$98,655	\$1,882,394	\$1,905,581	\$233,441	\$676,700	\$1,884,488	\$268,156	\$2,174,663	\$226,289	\$509,084	\$730,542	\$2,449,415	(\$524,560)	\$18,812,331	
2018	\$98,525	\$712,509	\$134,200	\$1,416,063	\$4,183,500		\$101,355	\$1,884,394	\$1,744,881	\$233,030	\$675,800	\$1,794,688	\$268,156	\$2,177,100	\$226,289	\$509,084	\$730,542	\$2,430,364	(\$508,899)	\$18,811,580	
2019	\$94,725	\$710,816	\$134,825	\$1,420,700	\$4,180,950		\$98,880	\$1,884,394	\$1,748,641	\$232,607	\$679,200	\$1,795,088	\$268,156	\$2,176,225	\$226,289	\$509,084	\$730,542	\$2,416,635	(\$491,642)	\$18,816,112	
2020	\$95,806	\$713,025	\$134,325	\$1,422,963	\$4,481,250		\$101,293	\$1,881,566	\$1,184,650	\$232,171	\$675,800	\$2,057,663	\$268,156	\$2,177,356	\$226,289	\$509,084	\$365,271	\$2,398,035	(\$472,450)	\$18,452,250	
2021	\$96,650	\$714,016	\$134,700	\$1,421,500	\$4,483,250		\$98,593	\$1,880,775		\$231,722	\$675,550	\$1,890,584	\$268,156	\$2,174,688	\$226,289	\$509,084		\$2,375,898	(\$452,019)	\$16,729,434	
2022	\$97,256	\$713,788	\$133,950	\$1,421,125	\$4,482,125		\$100,780	\$1,882,613		\$231,259	\$679,288	\$1,889,847	\$268,156	\$2,177,825	\$226,289	\$509,084		\$2,355,642	(\$430,717)	\$16,738,308	
2023		\$712,341	\$134,075	\$1,418,000	\$4,482,500		\$97,839	\$1,881,975		\$230,782	\$677,013	\$1,999,675	\$268,156	\$2,176,363	\$226,289	\$509,084		\$2,332,252	(\$408,272)	\$16,738,070	
2024		\$714,553	\$134,050	\$1,421,875	\$4,483,875		\$99,768	\$1,883,759		\$230,291	\$678,725	\$1,897,028	\$268,156	\$2,174,550	\$226,289	\$509,084		\$2,310,556	(\$384,439)	\$16,648,120	
2025		\$710,425	\$133,875	\$1,422,500	\$4,485,750		\$101,469	\$1,882,863		\$229,785	\$679,313	\$1,903,969	\$268,156	\$2,177,263	\$226,289	\$509,084		\$2,285,261	(\$359,265)	\$16,656,734	
2026		\$714,834	\$133,550	\$1,424,750	\$4,482,750		\$98,056	\$1,884,181		\$229,263	\$678,775	\$1,907,288	\$268,156	\$2,175,356	\$226,289	\$509,084		\$2,256,447	(\$332,889)	\$16,655,890	
2027		\$712,659	\$134,050		\$4,484,375		\$99,530	\$1,882,613		\$228,726	\$677,113	\$1,906,944	\$268,156	\$2,177,025	\$226,289	\$509,084		\$2,228,707	(\$305,058)	\$15,230,212	
2028		\$445,603	\$133,375				\$100,755	\$1,883,053		\$114,156	\$679,213	\$1,908,731	\$134,078	\$2,176,725	\$226,289	\$509,084		\$2,201,443	(\$275,638)	\$10,236,867	
2029			\$133,525				\$96,845				\$679,963	\$1,917,331		\$2,175,875	\$226,289	\$509,084		\$2,169,687	(\$244,591)	\$7,664,008	
2030			\$133,475				\$97,820				\$1,916,516			\$2,174,175	\$113,144	\$254,542		\$2,133,517	(\$211,825)	\$6,611,363	
2031			\$133,225				\$98,565					\$1,921,125		\$2,176,175				\$2,102,544	(\$177,198)	\$6,254,436	
2032			\$133,750				\$30,690							\$2,176,338				\$2,066,956	(\$140,868)	\$4,266,866	
2033			\$133,050											\$2,178,575				\$2,026,881	(\$102,747)	\$4,235,759	
2034			\$134,100															\$1,986,828	(\$62,769)	\$2,058,159	
2035			\$133,875															\$1,946,509	(\$21,190)	\$2,059,194	
2036			\$133,400																		\$133,400
2037			\$133,650																		\$133,650
2038			\$133,600																		\$133,600
2039			\$133,250																		\$133,250
2040																					\$0
Totals:	\$3,240,163	\$13,275,293	\$4,020,175	\$22,182,825	\$67,945,783	\$7,679,003	\$2,217,978	\$35,780,581	\$19,941,584	\$4,301,854	\$13,549,716	\$41,782,875	\$4,960,889	\$52,231,769	\$4,412,627	\$9,927,131	\$6,940,146	\$55,891,833	(\$9,090,385)	\$361,191,840	

Principal Reduction Report

FY Ending Dec 31st	-----Estimated-----																		Debt Retirement (10 Years)	
	Series 1997-REF Bonds	Series 1998 Bonds	Series 2000 USDA Loan	Series 2001 Bonds	Series 2002A-REF Bonds	Series 2002B-REF Bonds	Series 2003A-REF Bonds	Series 2003B Bonds	Series 2003C-REF Bonds	Series 2003-KIA Loan	Series 2004 Bonds	Series 2006 Bonds	Series 2007-KIA Loan	Series 2009 Bonds	Series 2010-KIA A Loan	Series 2010-KIA B Loan	Series 2010-AMR Loan	Series 2010-BAB Bonds		Outstanding Principal
2010	\$975,000	\$295,000	\$31,000	\$75,000	\$465,000	\$775,000	\$40,000	\$940,000	\$1,305,000	\$132,433	\$305,000	\$775,000	\$155,736	\$645,000	\$0	\$0	\$0	\$0	\$235,256,297	45.82%
2011	\$1,025,000	\$310,000	\$33,000	\$80,000	\$485,000	\$805,000	\$40,000	\$965,000	\$1,350,000	\$136,436	\$315,000	\$805,000	\$160,443	\$670,000	\$186,754	\$330,935	\$554,671	\$0	\$227,004,058	48.84%
2012	\$60,000	\$325,000	\$34,000	\$80,000	\$1,530,000	\$835,000	\$40,000	\$995,000	\$1,395,000	\$140,560	\$325,000	\$835,000	\$165,293	\$695,000	\$188,627	\$338,423	\$571,436	\$1,000,000	\$217,450,721	52.03%
2013	\$60,000	\$340,000	\$36,000	\$735,000	\$950,000	\$870,000	\$45,000	\$1,030,000	\$1,445,000	\$144,808	\$335,000	\$870,000	\$170,289	\$720,000	\$190,517	\$346,080	\$588,707	\$1,015,000	\$207,559,319	55.70%
2014	\$65,000	\$360,000	\$38,000	\$770,000	\$990,000	\$900,000	\$45,000	\$1,060,000	\$1,505,000	\$149,185	\$345,000	\$900,000	\$175,436	\$750,000	\$192,427	\$353,911	\$606,501	\$1,025,000	\$197,328,859	59.90%
2015	\$70,000	\$375,000	\$40,000	\$810,000	\$1,035,000	\$930,000	\$45,000	\$1,095,000	\$1,565,000	\$153,694	\$360,000	\$940,000	\$180,738	\$780,000	\$194,357	\$361,918	\$624,832	\$1,040,000	\$186,728,319	64.81%
2016	\$70,000	\$395,000	\$42,000	\$845,000	\$1,100,000	\$965,000	\$50,000	\$1,135,000	\$1,625,000	\$158,340	\$375,000	\$980,000	\$186,201	\$815,000	\$196,305	\$370,107	\$643,718	\$1,060,000	\$175,716,648	70.58%
2017	\$75,000	\$415,000	\$44,000	\$890,000	\$1,625,000	\$535,000	\$50,000	\$1,175,000	\$1,690,000	\$163,126	\$390,000	\$1,020,000	\$191,829	\$850,000	\$198,273	\$378,482	\$663,174	\$1,080,000	\$164,282,765	76.57%
2018	\$80,000	\$435,000	\$46,000	\$930,000	\$2,520,000	\$55,000	\$55,000	\$1,225,000	\$1,595,000	\$168,056	\$405,000	\$970,000	\$197,627	\$895,000	\$200,261	\$387,045	\$683,219	\$1,100,000	\$152,390,557	80.45%
2019	\$80,000	\$455,000	\$49,000	\$980,000	\$2,640,000	\$55,000	\$55,000	\$1,275,000	\$1,665,000	\$173,136	\$425,000	\$1,010,000	\$203,600	\$940,000	\$202,268	\$395,803	\$703,869	\$1,130,000	\$140,007,881	83.32%
2020	\$85,000	\$480,000	\$51,000	\$1,030,000	\$3,080,000	\$60,000	\$60,000	\$1,325,000	\$1,160,000	\$178,369	\$440,000	\$1,320,000	\$209,754	\$990,000	\$204,296	\$404,758	\$359,873	\$1,160,000	\$127,469,832	86.11%
2021	\$90,000	\$505,000	\$54,000	\$1,080,000	\$3,240,000	\$60,000	\$60,000	\$1,380,000	\$1,83,760	\$183,760	\$460,000	\$1,205,000	\$216,094	\$1,040,000	\$206,344	\$413,917	\$1,190,000	\$116,145,717	89.53%	
2022	\$95,000	\$530,000	\$56,000	\$1,135,000	\$3,405,000	\$65,000	\$65,000	\$1,440,000	\$189,314	\$189,314	\$485,000	\$1,255,000	\$222,625	\$1,100,000	\$208,413	\$423,282	\$1,225,000	\$104,311,083	91.98%	
2023		\$555,000	\$59,000	\$1,190,000	\$3,580,000	\$65,000	\$65,000	\$1,500,000	\$195,036	\$195,036	\$505,000	\$1,420,000	\$229,354	\$1,160,000	\$210,502	\$432,860	\$1,260,000	\$91,949,332	95.21%	
2024		\$585,000	\$62,000	\$1,255,000	\$3,765,000	\$70,000	\$70,000	\$1,565,000	\$200,931	\$200,931	\$530,000	\$1,375,000	\$236,286	\$1,225,000	\$212,612	\$442,654	\$1,300,000	\$79,124,848	96.86%	
2025		\$610,000	\$65,000	\$1,320,000	\$3,960,000	\$75,000	\$75,000	\$1,630,000	\$207,004	\$207,004	\$555,000	\$1,440,000	\$243,428	\$1,300,000	\$214,744	\$452,670	\$1,340,000	\$65,712,003	99.26%	
2026		\$645,000	\$68,000	\$1,390,000	\$4,160,000	\$75,000	\$75,000	\$1,700,000	\$213,261	\$213,261	\$580,000	\$1,505,000	\$250,786	\$1,375,000	\$216,896	\$462,912	\$1,380,000	\$51,690,148	99.28%	
2027		\$675,000	\$72,000		\$4,375,000	\$80,000	\$80,000	\$1,770,000	\$219,707	\$219,707	\$605,000	\$1,570,000	\$258,366	\$1,460,000	\$219,071	\$473,386	\$1,425,000	\$38,487,619	99.34%	
2028		\$435,000	\$75,000			\$85,000	\$85,000	\$1,845,000	\$112,331	\$112,331	\$635,000	\$1,640,000	\$132,097	\$1,550,000	\$221,267	\$484,097	\$1,475,000	\$29,797,827	99.56%	
2029			\$79,000			\$85,000	\$85,000				\$665,000	\$1,720,000		\$1,645,000	\$223,485	\$495,051	\$1,525,000	\$23,360,291	100.00%	
2030			\$83,000			\$90,000	\$90,000				\$1,795,000			\$1,745,000	\$112,581	\$251,710	\$1,575,000	\$17,708,000		
2031			\$87,000			\$95,000	\$95,000				\$1,880,000			\$1,855,000			\$1,635,000	\$12,156,000		
2032			\$92,000			\$30,000	\$30,000							\$1,975,000			\$1,695,000	\$8,364,000		
2033			\$96,000											\$2,110,000			\$1,755,000	\$4,403,000		
2034			\$102,000														\$1,820,000	\$2,481,000		
2035			\$107,000														\$1,890,000	\$484,000		
2036			\$112,000															\$372,000		
2037			\$118,000															\$254,000		
2038			\$124,000															\$130,000		
2039			\$130,000																	\$0
2040																				\$0
Totals:	\$2,830,000	\$8,725,000	\$2,085,000	\$14,595,000	\$42,905,000	\$6,615,000	\$1,400,000	\$25,050,000	\$16,300,000	\$3,219,487	\$9,040,000	\$27,230,000	\$3,785,980	\$28,290,000	\$4,000,000	\$8,000,000	\$6,000,000	\$32,100,000	---	---

NORTHERN KENTUCKY WATER DISTRICT

COMPARATIVE SCHEDULE OF PRESENT AND PROPOSED RATES - STEP 2

	<u>Present Rates</u>	<u>Proposed Rates</u>	<u>Percentage Increase</u>
<u>Monthly</u>			
<u>Fixed Service Charge</u>			
5/8"	\$ 12.54	\$ 13.00	3.67%
3/4"	12.96	13.44	3.70%
1"	14.15	14.67	3.67%
1 1/2"	15.93	16.51	3.64%
2"	20.13	20.87	3.68%
3"	48.61	50.39	3.66%
4"	60.89	63.12	3.66%
6"	90.16	93.47	3.67%
8"	121.75	126.22	3.67%
10" and Larger	161.91	167.85	3.67%
<u>Consumption Charge</u>			
First 1,500 CF	\$ 3.31 Per 100 CF	\$ 4.03 Per 100 CF	21.75%
Next 163,500 CF	2.88 Per 100 CF	3.27 Per 100 CF	13.54%
Over 165,000 CF	2.55 Per 100 CF	2.60 Per 100 CF	1.96%
<u>Quarterly</u>			
<u>Fixed Service Charge</u>			
5/8"	\$ 18.97	\$ 26.00	37.06%
3/4"	19.99	27.40	37.07%
1"	22.98	31.50	37.08%
1 1/2"	27.08	37.12	37.08%
2"	38.07	52.18	37.06%
3"	118.45	162.35	37.06%
4"	148.45	203.46	37.06%
6"	219.44	300.76	37.06%
8"	299.79	410.89	37.06%
10" and Larger	391.47	536.54	37.06%
<u>Consumption Charge</u>			
First 4,500 CF	\$ 3.31 Per 100 CF	\$ 4.03 Per 100 CF	21.75%
Next 490,500 CF	2.88 Per 100 CF	3.27 Per 100 CF	13.54%
Over 495,000 CF	2.55 Per 100 CF	2.60 Per 100 CF	1.96%
<u>Wholesale Customers</u>			
Consumption Charge	\$ 2.22 Per 100 CF	\$ 2.34 Per 100 CF	5.41%
Bulk Loading Customers	3.500 per 1000 gallons	5.400 per 1000 gallons	54.29%

NORTHERN KENTUCKY WATER DISTRICT

SUMMARY OF PROFORMA REVENUES UNDER PRESENT RATES FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009
AND THE CALCULATION OF THE REVENUE INCREASE UNDER STEP 2 RATES

Customer Classification	Pro Forma Revenues, Present Rates	Bill Analysis Revenues, Present Rates	Adjustment Factor	Present Rates Volume Normalization Adjustment	Total Present Revenue	Bill Analysis Revenues, Step 2 Rates	Step 2 Rates Volume Normalization Adjustment	Total Propose Rates Revenue, Bill Analysis	Pro Forma Revenues, Step 2 Rates
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)=(9)X(4)
<u>METERED SALES</u>									
Residential	\$23,716,320	\$24,115,478	0.98344802	1,002,689	24,719,009	\$30,124,008	\$1,241,343	\$31,365,351	\$30,846,193
Commercial	6,002,934	6,005,967	0.99949505	-	6,002,934	6,986,921		6,986,921	6,983,393
Multi -Family	3,329,101	3,248,995	1.02465550	-	3,329,101	3,809,113		3,809,113	3,903,028
Industrial	3,160,060	3,127,568	1.01038877	-	3,160,060	3,390,994		3,390,994	3,426,222
Municipal	1,948,183	1,929,471	1.00969811	-	1,948,183	2,170,165		2,170,165	2,191,212
Wholesale	1,200,418	1,200,418	1.00000000	-	1,200,418	1,265,110		1,265,110	1,265,110
								0	
Total Sales of Water	\$39,357,016	\$39,627,897		\$1,002,689	\$40,359,705	\$47,746,311	\$1,241,343	\$48,987,655	\$48,615,158
Bulk Water Sales	57,659	57,659			57,659	88,960		88,960	88,960
Other Operating Revenues	4,776,346	4,776,346			4,776,346	4,776,346		4,776,346	4,776,346
Total	<u>\$ 44,191,021</u>	<u>\$ 44,461,903</u>		<u>\$ 1,002,689</u>	<u>\$ 45,193,710</u>	<u>\$ 52,611,617</u>	<u>\$ 1,241,343</u>	<u>\$ 53,852,961</u>	<u>\$ 53,480,464</u>

NORTHERN KENTUCKY WATER DISTRICT

SUMMARY OF PROFORMA REVENUES UNDER SETTLEMENT RATES FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2009
AND THE CALCULATION OF THE REVENUE INCREASE UNDER STEP 1 RATES

Customer Classification	Pro Forma Revenues, Present Rates	Bill Analysis Revenues, Present Rates	Adjustment Factor	Present Rates Volume Normalization Adjustment	Total Present Revenue	Bill Analysis Revenues, Step 1 Rates	Step 1 Rates Volume Normalization Adjustment	Total Propose Rates Revenue, Bill Analysis	Pro Forma Revenues, Proposed Rates
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)=(9)X(4)
METERED SALES									
Residential	\$23,716,320	\$24,115,478	0.98344802	1,002,689	24,719,009	\$27,122,402	\$1,134,199	\$28,256,602	\$27,788,899
Commercial	6,002,934	6,005,967	0.99949505	-	6,002,934	6,503,826		6,503,826	6,500,542
Multi -Family	3,329,101	3,248,995	1.02465550	-	3,329,101	3,532,855		3,532,855	3,619,959
Industrial	3,160,060	3,127,568	1.01038877	-	3,160,060	3,264,864		3,264,864	3,298,782
Municipal	1,948,183	1,929,471	1.00969811	-	1,948,183	2,052,788		2,052,788	2,072,697
Wholesale	1,200,418	1,200,418	1.00000000	-	1,200,418	1,232,831		1,232,831	1,232,831
								0	
Total Sales of Water	\$39,357,016	\$39,627,897		\$1,002,689	\$40,359,705	\$43,709,567	\$1,134,199	\$44,843,766	\$44,513,710
Bulk Water Sales	57,659	57,659			57,659	57,659		57,659	57,659
Other Operating Revenues	4,776,346	4,776,346			4,776,346	4,776,346		4,776,346	4,776,346
Total	\$ 44,191,021	\$ 44,461,903		\$ 1,002,689	\$ 45,193,710	\$ 48,543,572	\$ 1,134,199	\$ 49,677,771	\$ 49,347,715

NORTHERN KENTUCKY WATER DISTRICT

APPLICATION OF PRESENT RATES AND STEP 2 RATES TO CONSUMPTION ANALYSIS
YEAR ENDED DECEMBER 31, 2009

Rate Block CCF	Number Of Bills	Total CCF Consumption	Present Rate	Revenue	Proposed Rate	Proposed Revenue
(1)	(2)	(3)	(4)	(5)	(6)	(7)
<u>Residential - Quarterly</u>						
Customer Charge						
5/8	303,234	0	\$ 18.97	5,752,349	26.00	7,884,084
1	1,971	0	22.98	45,294	31.50	62,087
1 1/2	87	0	27.08	2,356	37.12	3,229
2	20	0	38.07	761	52.18	1,044
Subtotal	305,312	0		5,800,760		7,950,444
First 45	0	5,046,372	3.31	16,703,491	4.03	20,336,879
Next 4,905	0	218,790	2.88	630,115	3.27	715,443
Over 4,950	0	0	2.55	0	2.60	0
Subtotal	0	5,265,162		17,333,607		21,052,322
Total	305,312	5,265,162		23,134,367		29,002,766
<u>Residential - Monthly</u>						
Customer Charge						
5/8	30,641	0	12.54	384,238	13.00	398,333
1	537	0	14.15	7,599	14.67	7,878
1 1/2	31	0	15.93	494	16.51	512
Subtotal	31,209	0		392,331		406,723
First 15	0	169,289	3.31	560,347	4.03	682,235
Next 1,635	0	9,873	2.88	28,434	3.27	32,285
Over 1,650	0	0	2.55	0	2.60	0
Subtotal	0	179,162		588,781		714,519
Total	31,209	179,162		981,112		1,121,242
Total Residential	336,521	5,444,324		24,115,478		30,124,008

NORTHERN KENTUCKY WATER DISTRICT

APPLICATION OF PRESENT RATES AND STEP 2 RATES TO CONSUMPTION ANALYSIS
YEAR ENDED DECEMBER 31, 2009

Rate Block CCF	Number Of Bills	Total CCF Consumption	Present Rate	Revenue	Proposed Rate	Proposed Revenue
(1)	(2)	(3)	(4)	(5)	(6)	(7)
<u>Commercial - Quarterly</u>						
Customer Charge						
5/8	11,580	0	18.97	219,673	26.00	301,080
1	2,752	0	22.98	63,241	31.50	86,688
1 1/2	1,402	0	27.08	37,966	37.12	52,042
2	1,969	0	38.07	74,960	52.18	102,742
3	305	0	118.45	36,127	162.35	49,517
4	180	0	148.45	26,721	203.46	36,623
6	120	0	219.44	26,333	300.76	36,091
8	116	0	299.79	34,776	410.89	47,663
10	3	0	391.47	1,174	536.54	1,610
Subtotal	18,427	0		520,971		714,056
First 45	0	391,537	3.310	1,295,987	4.030	1,577,894
Next 4,905	0	1,194,170	2.880	3,439,210	3.270	3,904,936
Over 4,950	0	206,230	2.550	525,887	2.600	536,198
Subtotal	0	1,791,937		5,261,084		6,019,028
Total	18,427	1,791,937		5,782,055		6,733,084
<u>Commercial - Monthly</u>						
Customer Charge						
5/8	611	0	12.54	7,662	13.00	7,943
1	73	0	14.15	1,033	14.67	1,071
1 1/2	24	0	15.93	382	16.51	396
2	87	0	20.13	1,751	20.87	1,816
3	58	0	48.61	2,819	50.39	2,923
4	112	0	60.89	6,820	63.12	7,069
6	22	0	90.16	1,984	93.47	2,056
10	1	0	161.91	162	167.85	168
Subtotal	988	0		22,613		23,442
First 15	0	6,756	3.310	22,362	4.0300	27,227
Next 1,635	0	62,131	2.880	178,937	3.2700	203,168
Over 1,650	0	0	2.550	0	2.6000	0
Subtotal	0	68,887		201,299		230,395
Total	988	68,887		223,912		253,837
Total Commercial	19,415	1,860,824		6,005,967		6,986,921

NORTHERN KENTUCKY WATER DISTRICT

APPLICATION OF PRESENT RATES AND STEP 2 RATES TO CONSUMPTION ANALYSIS
YEAR ENDED DECEMBER 31, 2009

Rate Block CCF	Number Of Bills	Total CCF Consumption	Present Rate	Revenue	Proposed Rate	Proposed Revenue
(1)	(2)	(3)	(4)	(5)	(6)	(7)
<u>Multi-Family - Quarterly</u>						
Customer Charge						
5/8	3,036	0	18.97	57,593	26.00	78,936
1	1,294	0	22.98	29,736	31.50	40,761
1 1/2	1,411	0	27.08	38,210	37.12	52,376
2	673	0	38.07	25,621	52.18	35,117
3	61	0	118.45	7,225	162.35	9,903
4	72	0	148.45	10,688	203.46	14,649
6	211	0	219.44	46,302	300.76	63,460
8	61	0	299.79	18,287	410.89	25,064
Subtotal	6,819	0		233,662		320,266
First 45	0	243,881	3.3100	807,246	4.0300	982,840
Next 4,905	0	695,077	2.8800	2,001,822	3.2700	2,272,902
Over 4,950	0	6,455	2.5500	16,460	2.6000	16,783
Subtotal	0	945,413		2,825,528		3,272,525
Total	6,819	945,413		3,059,190		3,592,791
<u>Multi-Family - Monthly</u>						
Customer Charge						
5/8	38	0	\$ 12.54	477	13.00	494
1 1/2	270	0	15.93	4,301	16.51	4,458
2	96	0	20.13	1,932	20.87	2,004
3	24	0	48.61	1,167	50.39	1,209
6	22	0	90.16	1,984	93.47	2,056
Subtotal	450	0		9,861		10,221
First 15	0	6,586	3.3100	21,800	4.0300	26,542
Next 1,635	0	54,911	2.8800	158,144	3.2700	179,559
Over 1,650	0	0	2.5500	0	2.6000	0
Subtotal	0	61,497		179,944		206,101
Total	450	61,497		189,805		216,322
Total Multi-Family	7,269	1,006,910		3,248,995		3,809,113
Total Commercial/Multi-Family	26,684	2,867,734		9,254,962		10,796,034

NORTHERN KENTUCKY WATER DISTRICT

APPLICATION OF PRESENT RATES AND STEP 2 RATES TO CONSUMPTION ANALYSIS
YEAR ENDED DECEMBER 31, 2009

Rate Block CCF	Number Of Bills	Total CCF Consumption	Present Rate	Revenue	Proposed Rate	Proposed Revenue
(1)	(2)	(3)	(4)	(5)	(6)	(7)
<u>Industrial - Quarterly</u>						
Customer Charge						
5/8	63	0	18.97	1,195	26.00	1,638
1	35	0	22.98	804	31.50	1,103
1 1/2	50	0	27.08	1,354	37.12	1,856
2	178	0	38.07	6,776	52.18	9,288
3	62	0	118.45	7,344	162.35	10,066
4	53	0	148.45	7,868	203.46	10,783
6	29	0	219.44	6,364	300.76	8,722
8	21	0	299.79	6,296	410.89	8,629
Subtotal	491	0		38,001		52,085
First 45	0	16,645	3.3100	55,095	4.0300	67,079
Next 4,905	0	447,911	2.8800	1,289,984	3.2700	1,464,669
Over 4,950	0	409,466	2.5500	1,044,138	2.6000	1,064,612
Subtotal	0	874,022		2,389,217		2,596,360
Total	491	874,022		2,427,218		2,648,445
<u>Industrial - Monthly</u>						
Customer Charge						
4	1	0	60.89	61	63.12	63
6	24	0	90.16	2,164	93.47	2,243
10	44	0	161.91	7,124	167.85	7,385
Subtotal	69	0		9,349		9,691
First 15	0	1,035	3.3100	3,426	4.0300	4,171
Next 1,635	0	82,844	2.8800	238,591	3.2700	270,900
Over 1,650	0	176,072	2.5500	448,984	2.6000	457,787
Subtotal	0	259,951		691,001		732,858
Total	69	259,951		700,350		742,549
Total Industrial	560	1,133,973		3,127,568		3,390,994

NORTHERN KENTUCKY WATER DISTRICT

APPLICATION OF PRESENT RATES AND STEP 2 RATES TO CONSUMPTION ANALYSIS
YEAR ENDED DECEMBER 31, 2009

Rate Block CCF	Number Of Bills	Total CCF Consumption	Present Rate	Revenue	Proposed Rate	Proposed Revenue
(1)	(2)	(3)	(4)	(5)	(6)	(7)
<u>Public - Quarterly</u>						
Customer Charge						
5/8	717	0	18.97	13,601	26.00	18,642
1	265	0	22.98	6,090	31.50	8,348
1 1/2	163	0	27.08	4,414	37.12	6,051
2	572	0	38.07	21,776	52.18	29,847
3	214	0	118.45	25,348	162.35	34,743
4	109	0	148.45	16,181	203.46	22,177
6	47	0	219.44	10,314	300.76	14,136
8	11	0	299.79	3,298	410.89	4,520
10	4	0	391.47	1,566	536.54	2,146
Subtotal	2,102	0		102,588		140,610
First 45	0	47,037	3.3100	155,692	4.0300	189,559
Next 4,905	0	290,585	2.8800	836,885	3.2700	950,213
Over 4,950	0	20,645	2.5500	52,645	2.6000	53,677
Subtotal	0	358,267		1,045,222		1,193,449
Total	2,102	358,267		1,147,810		1,334,059
<u>Public - Monthly</u>						
Customer Charge						
5/8	24	0	\$ 12.54	301	13.00	312
1 1/2	12	0	15.93	191	16.51	198
2	61	0	20.13	1,228	20.87	1,273
3	44	0	48.61	2,139	50.39	2,217
4	90	0	60.89	5,480	63.12	5,681
6	22	0	90.16	1,984	93.47	2,056
8	22	0	121.75	2,679	126.22	2,777
10	22	0	161.91	3,562	167.85	3,693
Subtotal	297	0		17,564		18,207
First 15	0	3,105	3.3100	10,278	4.0300	12,513
Next 1,635	0	110,294	2.8800	317,647	3.2700	360,661
Over 1,650	0	171,048	2.5500	436,172	2.6000	444,725
Subtotal	0	284,447		764,097		817,899
Total	297	284,447		781,661		836,106
Total Public	2,399	642,714		1,929,471		2,170,165

NORTHERN KENTUCKY WATER DISTRICT

APPLICATION OF PRESENT RATES AND STEP 2 RATES TO CONSUMPTION ANALYSIS
YEAR ENDED DECEMBER 31, 2009

Rate Block CCF	Number Of Bills	Total CCF Consumption	Present Rate	Revenue	Proposed Rate	Proposed Revenue
(1)	(2)	(3)	(4)	(5)	(6)	(7)
<u>Wholesale - Monthly</u>						
Customer Charge						
4	24	0	60.89	1,461	60.89	1,461
6	24	0	90.16	2,164	90.16	2,164
Subtotal	48	0		3,625		3,625
First Block	0	539,096	2.2200	1,196,793	2.3400	1,261,485
Subtotal	0	539,096		1,196,793		1,261,485
Total Sales for Resale	48	539,096		1,200,418		1,265,110
Total	366,212	10,627,841		39,627,897		47,746,311

NORTHERN KENTUCKY WATER DISTRICT

APPLICATION OF PRESENT RATES AND STEP 2 RATES TO CONSUMPTION ADJUSTMENT
YEAR ENDED DECEMBER 31, 2009

Rate Block CCF	Number Of Bills	Total CCF Consumption	Present Rate	Revenue	Proposed Rate	Proposed Revenue
(1)	(2)	(3)	(4)	(5)	(6)	(7)
<u>Residential - Quarterly</u>						
Customer Charge						
5/8	0	0	\$ 18.97	0	26.00	0
1	0	0	22.98	0	31.50	0
1 1/2	0	0	27.08	0	37.12	0
2	0	0	38.07	0	52.18	0
Subtotal	0	0		0		0
First 45	0	297,623	3.31	985,131	4.03	1,199,419
Next 4,905	0	0	2.88	0	3.27	0
Over 4,950	0	0	2.55	0	2.60	0
Subtotal	0	297,623		985,131		1,199,419
Total	0	297,623		985,131		1,199,419
<u>Residential - Monthly</u>						
Customer Charge						
5/8	0	0	12.54	0	13.00	0
1	0	0	14.15	0	14.67	0
1 1/2	0	0	15.93	0	16.51	0
Subtotal	0	0		0		0
First 15	0	10,403	3.31	34,434	4.03	41,924
Next 1,635	0	0	2.88	0	3.27	0
Over 1,650	0	0	2.55	0	2.60	0
Subtotal	0	10,403		34,434		41,924
Total	0	10,403		34,434		41,924
Total Residential	0	308,026		1,019,565		1,241,343
Adjustment Factor (See Schedule G, column 4)				0.983448023		
Total Adjustment				1,002,689		

NORTHERN KENTUCKY WATER DISTRICT

Bill Comparisons

Residential/Commercial Quarterly Bills - Step 2
5/8" Meter

Consumption CF	Present Rates Payment	Proposed Rates Payment	Difference	Percentage Difference
-	18.97	26.00	7.03	37.1%
300	28.90	38.09	9.19	31.8%
600	38.83	50.18	11.35	29.2%
800	45.45	58.24	12.79	28.1%
900	48.76	62.27	13.51	27.7%
1,200	58.69	74.36	15.67	26.7%
1,500	68.62	86.45	17.83	26.0%
1,800	78.55	98.54	19.99	25.4%
2,100	88.48	110.63	22.15	25.0%
2,400 *	98.41	122.72	24.31	24.7%
2,700	108.34	134.81	26.47	24.4%
3,000	118.27	146.90	28.63	24.2%
3,300	128.20	158.99	30.79	24.0%
3,600	138.13	171.08	32.95	23.9%
3,900	148.06	183.17	35.11	23.7%
4,200	157.99	195.26	37.27	23.6%
4,500	167.92	207.35	39.43	23.5%
4,800	176.56	217.16	40.60	23.0%
5,100	185.20	226.97	41.77	22.6%
5,400	193.84	236.78	42.94	22.2%
5,700	202.48	246.59	44.11	21.8%
6,000	211.12	256.40	45.28	21.4%
7,500	254.32	305.45	51.13	20.1%

* Average Quarterly Residential Bill

NORTHERN KENTUCKY WATER DISTRICT

Bill Comparisons

Residential/Commercial Monthly Bills - Step 2
5/8" Meter

<u>Consumption CF</u>	<u>Present Rates</u>	<u>Proposed Rate</u>	<u>Difference</u>	<u>Percentage Difference</u>
-	12.54	13.00	0.46	3.7%
100	15.85	17.03	1.18	7.4%
200	19.16	21.06	1.90	9.9%
300	22.47	25.09	2.62	11.7%
400	25.78	29.12	3.34	13.0%
500	29.09	33.15	4.06	14.0%
600	32.40	37.18	4.78	14.8%
700	35.71	41.21	5.50	15.4%
800 *	39.02	45.24	6.22	15.9%
900	42.33	49.27	6.94	16.4%
1,000	45.64	53.30	7.66	16.8%
1,100	48.95	57.33	8.38	17.1%
1,200	52.26	61.36	9.10	17.4%
1,300	55.57	65.39	9.82	17.7%
1,400	58.88	69.42	10.54	17.9%
1,500	62.19	73.45	11.26	18.1%
1,600	65.07	76.72	11.65	17.9%
1,700	67.95	79.99	12.04	17.7%
1,800	70.83	83.26	12.43	17.5%
1,900	73.71	86.53	12.82	17.4%
2,000	76.59	89.80	13.21	17.2%
2,500	90.99	106.15	15.16	16.7%

* Average monthly Residential Bill

NORTHERN KENTUCKY WATER DISTRICT

Bill Comparisons

Public Authority Monthly - Step 2
10" Meter

Consumption CF	Present Rates Payment	Proposed Rates Payment	Difference	Percentage Difference
-	161.91	167.85	5.94	3.7%
1,000	195.01	208.15	13.14	6.7%
2,000	225.96	244.65	18.69	8.3%
3,000	254.76	277.35	22.59	8.9%
4,000	283.56	310.05	26.49	9.3%
5,000	312.36	342.75	30.39	9.7%
6,000	341.16	375.45	34.29	10.1%
7,000	369.96	408.15	38.19	10.3%
8,000	398.76	440.85	42.09	10.6%
9,000	427.56	473.55	45.99	10.8%
10,000	456.36	506.25	49.89	10.9%
50,000	1,608.36	1,814.25	205.89	12.8%
100,000	3,048.36	3,449.25	400.89	13.2%
200,000	5,812.86	6,484.75	671.89	11.6%
500,000	13,462.86	14,284.75	821.89	6.1%
750,000	19,837.86	20,784.75	946.89	4.8%
1,000,000	26,212.86	27,284.75	1,071.89	4.1%
1,100,000	28,762.86	29,884.75	1,121.89	3.9%
1,200,000	31,312.86	32,484.75	1,171.89	3.7%
1,300,000	33,862.87	35,084.76	1,221.90	3.6%
1,400,000	36,412.88	37,684.78	1,271.90	3.5%
1,500,000	38,962.88	40,284.79	1,321.91	3.4%
1,600,000	41,512.89	42,884.81	1,371.92	3.3%
1,700,000	44,062.90	45,484.82	1,421.92	3.2%
1,800,000	46,612.91	48,084.84	1,471.93	3.2%
1,900,000	49,162.91	50,684.85	1,521.94	3.1%
2,000,000	51,712.92	53,284.86	1,571.94	3.0%

NORTHERN KENTUCKY WATER DISTRICT

SUMMARY OF PRESENT AND PROPOSED RATES - STEP 1

	<u>Present Rates</u>	<u>Proposed Rates</u>	<u>Percentage Increase</u>
<u>Monthly</u>			
<u>Fixed Service Charge</u>			
5/8"	\$ 12.54	\$ 12.77	1.83%
3/4"	12.96	13.20	1.85%
1"	14.15	14.41	1.84%
1 1/2"	15.93	16.22	1.82%
2"	20.13	20.50	1.84%
3"	48.61	49.50	1.83%
4"	60.89	62.01	1.84%
6"	90.16	91.82	1.84%
8"	121.75	123.99	1.84%
10" and Larger	161.91	164.88	1.83%
<u>Consumption Charge</u>			
First 1,500 CF	\$ 3.31 Per 100 CF	\$ 3.67 Per 100 CF	10.88%
Next 163,500 CF	2.88 Per 100 CF	3.08 Per 100 CF	6.94%
Over 165,000 CF	2.55 Per 100 CF	2.58 Per 100 CF	1.18%
<u>Quarterly</u>			
<u>Fixed Service Charge</u>			
5/8"	\$ 18.97	\$ 22.49	18.56%
3/4"	19.99	23.70	18.56%
1"	22.98	27.24	18.54%
1 1/2"	27.08	32.10	18.54%
2"	38.07	45.13	18.54%
3"	118.45	140.40	18.53%
4"	148.45	175.96	18.53%
6"	219.44	260.10	18.53%
8"	299.79	355.34	18.53%
10" and Larger	391.47	464.01	18.53%
<u>Consumption Charge</u>			
First 4,500 CF	\$ 3.31 Per 100 CF	\$ 3.67 Per 100 CF	10.88%
Next 490,500 CF	2.88 Per 100 CF	3.08 Per 100 CF	6.94%
Over 495,000 CF	2.55 Per 100 CF	2.58 Per 100 CF	1.18%
<u>Wholesale Customers</u>			
Consumption Charge	\$ 2.22 Per 100 CF	2.28 Per 100 CF	2.70%
Bulk Loading Customers	3.500 per 1000 gallons	4.900 per 1000 gallons	40.00%

NORTHERN KENTUCKY WATER DISTRICT

APPLICATION OF PRESENT RATES AND STEP 1 RATES TO CONSUMPTION ANALYSIS
YEAR ENDED DECEMBER 31, 2009

Rate Block CCF	Number Of Bills	Total CCF Consumption	Present Rate	Revenue	Proposed Rate	Proposed Revenue
(1)	(2)	(3)	(4)	(5)	(6)	(7)
<u>Residential - Quarterly</u>						
Customer Charge						
5/8	303,234	0	\$ 18.97	5,752,349	22.49	6,819,733
1	1,971	0	22.98	45,294	27.24	53,690
1 1/2	87	0	27.08	2,356	32.10	2,793
2	20	0	38.07	761	45.13	903
Subtotal	305,312	0		5,800,760		6,877,118
First 45	0	5,046,372	3.31	16,703,491	3.67	18,520,185
Next 4,905	0	218,790	2.88	630,115	3.08	673,873
Over 4,950	0	0	2.55	0	2.58	0
Subtotal	0	5,265,162		17,333,607		19,194,058
Total	305,312	5,265,162		23,134,367		26,071,176
<u>Residential - Monthly</u>						
Customer Charge						
5/8	30,641	0	12.54	384,238	12.77	391,286
1	537	0	14.15	7,599	14.41	7,738
1 1/2	31	0	15.93	494	16.22	503
Subtotal	31,209	0		392,331		399,527
First 15	0	169,289	3.31	560,347	3.67	621,291
Next 1,635	0	9,873	2.88	28,434	3.08	30,409
Over 1,650	0	0	2.55	0	2.58	0
Subtotal	0	179,162		588,781		651,699
Total	31,209	179,162		981,112		1,051,226
Total Residential	336,521	5,444,324		24,115,478		27,122,402

NORTHERN KENTUCKY WATER DISTRICT

APPLICATION OF PRESENT RATES AND STEP 1 RATES TO CONSUMPTION ANALYSIS
YEAR ENDED DECEMBER 31, 2009

Rate Block CCF	Number Of Bills	Total CCF Consumption	Present Rate	Revenue	Proposed Rate	Proposed Revenue
(1)	(2)	(3)	(4)	(5)	(6)	(7)
<u>Commercial - Quarterly</u>						
Customer Charge						
5/8	11,580	0	18.97	219,673	22.49	260,434
1	2,752	0	22.98	63,241	27.24	74,964
1 1/2	1,402	0	27.08	37,966	32.10	45,004
2	1,969	0	38.07	74,960	45.13	88,861
3	305	0	118.45	36,127	140.40	42,822
4	180	0	148.45	26,721	175.96	31,673
6	120	0	219.44	26,333	260.10	31,212
8	116	0	299.79	34,776	355.34	41,219
10	3	0	391.47	1,174	464.01	1,392
Subtotal	18,427	0		520,971		617,582
First 45	0	391,537	3.310	1,295,987	3.670	1,436,941
Next 4,905	0	1,194,170	2.880	3,439,210	3.080	3,678,044
Over 4,950	0	206,230	2.550	525,887	2.580	532,073
Subtotal	0	1,791,937		5,261,084		5,647,058
Total	18,427	1,791,937		5,782,055		6,264,640
<u>Commercial - Monthly</u>						
Customer Charge						
5/8	611	0	12.54	7,662	12.77	7,802
1	73	0	14.15	1,033	14.41	1,052
1 1/2	24	0	15.93	382	16.22	389
2	87	0	20.13	1,751	20.50	1,784
3	58	0	48.61	2,819	49.50	2,871
4	112	0	60.89	6,820	62.01	6,945
6	22	0	90.16	1,984	91.82	2,020
10	1	0	161.91	162	164.88	165
Subtotal	988	0		22,613		23,028
First 15	0	6,756	3.310	22,362	3.6700	24,795
Next 1,635	0	62,131	2.880	178,937	3.0800	191,363
Over 1,650	0	0	2.550	0	2.5800	0
Subtotal	0	68,887		201,299		216,158
Total	988	68,887		223,912		239,186
Total Commercial	19,415	1,860,824		6,005,967		6,503,826

NORTHERN KENTUCKY WATER DISTRICT

APPLICATION OF PRESENT RATES AND STEP 1 RATES TO CONSUMPTION ANALYSIS
YEAR ENDED DECEMBER 31, 2009

Rate Block CCF	Number Of Bills	Total CCF Consumption	Present Rate	Revenue	Proposed Rate	Proposed Revenue
(1)	(2)	(3)	(4)	(5)	(6)	(7)
<u>Multi-Family - Quarterly</u>						
Customer Charge						
5/8	3,036	0	18.97	57,593	22.49	68,280
1	1,294	0	22.98	29,736	27.24	35,249
1 1/2	1,411	0	27.08	38,210	32.10	45,293
2	673	0	38.07	25,621	45.13	30,372
3	61	0	118.45	7,225	140.40	8,564
4	72	0	148.45	10,688	175.96	12,669
6	211	0	219.44	46,302	260.10	54,881
8	61	0	299.79	18,287	355.34	21,676
Subtotal	6,819	0		233,662		276,984
First 45	0	243,881	3.3100	807,246	3.6700	895,043
Next 4,905	0	695,077	2.8800	2,001,822	3.0800	2,140,837
Over 4,950	0	6,455	2.5500	16,460	2.5800	16,654
Subtotal	0	945,413		2,825,528		3,052,534
Total	6,819	945,413		3,059,190		3,329,518
<u>Multi-Family - Monthly</u>						
Customer Charge						
5/8	38	0	\$ 12.54	477	12.77	485
1 1/2	270	0	15.93	4,301	16.22	4,379
2	96	0	20.13	1,932	20.50	1,968
3	24	0	48.61	1,167	49.50	1,188
6	22	0	90.16	1,984	91.82	2,020
Subtotal	450	0		9,861		10,040
First 15	0	6,586	3.3100	21,800	3.6700	24,171
Next 1,635	0	54,911	2.8800	158,144	3.0800	169,126
Over 1,650	0	0	2.5500	0	2.5800	0
Subtotal	0	61,497		179,944		193,297
Total	450	61,497		189,805		203,337
Total Multi-Family	7,269	1,006,910		3,248,995		3,532,855
Total Commercial/Multi-Family	26,684	2,867,734		9,254,962		10,036,681

NORTHERN KENTUCKY WATER DISTRICT

APPLICATION OF PRESENT RATES AND STEP 1 RATES TO CONSUMPTION ANALYSIS
YEAR ENDED DECEMBER 31, 2009

Rate Block CCF	Number Of Bills	Total CCF Consumption	Present Rate	Revenue	Proposed Rate	Proposed Revenue
(1)	(2)	(3)	(4)	(5)	(6)	(7)
<u>Industrial - Quarterly</u>						
Customer Charge						
5/8	63	0	18.97	1,195	22.49	1,417
1	35	0	22.98	804	27.24	953
1 1/2	50	0	27.08	1,354	32.10	1,605
2	178	0	38.07	6,776	45.13	8,033
3	62	0	118.45	7,344	140.40	8,705
4	53	0	148.45	7,868	175.96	9,326
6	29	0	219.44	6,364	260.10	7,543
8	21	0	299.79	6,296	355.34	7,462
Subtotal	491	0		38,001		45,044
First 45	0	16,645	3.3100	55,095	3.6700	61,087
Next 4,905	0	447,911	2.8800	1,289,984	3.0800	1,379,566
Over 4,950	0	409,466	2.5500	1,044,138	2.5800	1,056,422
Subtotal	0	874,022		2,389,217		2,497,075
Total	491	874,022		2,427,218		2,542,119
<u>Industrial - Monthly</u>						
Customer Charge						
4	1	0	60.89	61	62.01	62
6	24	0	90.16	2,164	91.82	2,204
10	44	0	161.91	7,124	164.88	7,255
Subtotal	69	0		9,349		9,521
First 15	0	1,035	3.3100	3,426	3.6700	3,798
Next 1,635	0	82,844	2.8800	238,591	3.0800	255,160
Over 1,650	0	176,072	2.5500	448,984	2.5800	454,266
Subtotal	0	259,951		691,001		713,224
Total	69	259,951		700,350		722,745
Total Industrial	560	1,133,973		3,127,568		3,264,864

NORTHERN KENTUCKY WATER DISTRICT

APPLICATION OF PRESENT RATES AND STEP 1 RATES TO CONSUMPTION ANALYSIS
YEAR ENDED DECEMBER 31, 2009

Rate Block CCF	Number Of Bills	Total CCF Consumption	Present Rate	Revenue	Proposed Rate	Proposed Revenue
(1)	(2)	(3)	(4)	(5)	(6)	(7)
<u>Public - Quarterly</u>						
Customer Charge						
5/8	717	0	18.97	13,601	22.49	16,125
1	265	0	22.98	6,090	27.24	7,219
1 1/2	163	0	27.08	4,414	32.10	5,232
2	572	0	38.07	21,776	45.13	25,814
3	214	0	118.45	25,348	140.40	30,046
4	109	0	148.45	16,181	175.96	19,180
6	47	0	219.44	10,314	260.10	12,225
8	11	0	299.79	3,298	355.34	3,909
10	4	0	391.47	1,566	464.01	1,856
Subtotal	2,102	0		102,588		121,606
First 45	0	47,037	3.3100	155,692	3.6700	172,626
Next 4,905	0	290,585	2.8800	836,885	3.0800	895,002
Over 4,950	0	20,645	2.5500	52,645	2.5800	53,264
Subtotal	0	358,267		1,045,222		1,120,892
Total	2,102	358,267		1,147,810		1,242,498
<u>Public - Monthly</u>						
Customer Charge						
5/8	24	0	\$ 12.54	301	12.77	306
1 1/2	12	0	15.93	191	16.22	195
2	61	0	20.13	1,228	20.50	1,251
3	44	0	48.61	2,139	49.50	2,178
4	90	0	60.89	5,480	62.01	5,581
6	22	0	90.16	1,984	91.82	2,020
8	22	0	121.75	2,679	123.99	2,728
10	22	0	161.91	3,562	164.88	3,627
Subtotal	297	0		17,564		17,886
First 15	0	3,105	3.3100	10,278	3.6700	11,395
Next 1,635	0	110,294	2.8800	317,647	3.0800	339,706
Over 1,650	0	171,048	2.5500	436,172	2.5800	441,304
Subtotal	0	284,447		764,097		792,405
Total	297	284,447		781,661		810,291
Total Public	2,399	642,714		1,929,471		2,052,788

NORTHERN KENTUCKY WATER DISTRICT

APPLICATION OF PRESENT RATES AND STEP 1 RATES TO CONSUMPTION ADJUSTMENT
YEAR ENDED DECEMBER 31, 2009

<u>Rate Block CCF</u> (1)	<u>Number Of Bills</u> (2)	<u>Total CCF Consumption</u> (3)	<u>Present Rate</u> (4)	<u>Revenue</u> (5)	<u>Proposed Rate</u> (6)	<u>Proposed Revenue</u> (7)
<u>Residential - Quarterly</u>						
Customer Charge						
5/8	0	0	\$ 18.97	0	22.49	0
1	0	0	22.98	0	27.24	0
1 1/2	0	0	27.08	0	32.10	0
2	0	0	38.07	0	45.13	0
Subtotal	<u>0</u>	<u>0</u>		<u>0</u>		<u>0</u>
First 45	0	297,623	3.31	985,131	3.67	1,092,275
Next 4,905	0	0	2.88	0	3.08	0
Over 4,950	0	0	2.55	0	2.58	0
Subtotal	<u>0</u>	<u>297,623</u>		<u>985,131</u>		<u>1,092,275</u>
Total	0	297,623		985,131		1,092,275
<u>Residential - Monthly</u>						
Customer Charge						
5/8	0	0	12.54	0	13.00	0
1	0	0	14.15	0	14.67	0
1 1/2	0	0	15.93	0	16.51	0
Subtotal	<u>0</u>	<u>0</u>		<u>0</u>		<u>0</u>
First 15	0	10,403	3.31	34,434	4.03	41,924
Next 1,635	0	0	2.88	0	3.27	0

Over 1,650	<u>0</u>	<u>0</u>	2.55	<u>0</u>	2.60	<u>0</u>
Subtotal	0	10,403		34,434		41,924
Total	0	10,403		34,434		41,924
Total Residential	0	308,026		1,019,565		1,134,199
Adjustment Factor (See Schedule G, column 4)				0.983448023		
Total Adjustment				1,002,689		

NORTHERN KENTUCKY WATER DISTRICT

APPLICATION OF PRESENT RATES AND STEP 1 RATES TO CONSUMPTION ANALYSIS
YEAR ENDED DECEMBER 31, 2009

Rate Block CCF (1)	Number Of Bills (2)	Total CCF Consumption (3)	Present Rate (4)	Revenue (5)	Proposed Rate (6)	Proposed Revenue (7)
<u>Wholesale - Monthly</u>						
Customer Charge						
4	24	0	60.89	1,461	62.01	1,488
6	24	0	90.16	2,164	91.82	2,204
Subtotal	48	0		3,625		3,692
First Block	0	539,096	2.2200	1,196,793	2.2800	1,229,139
Subtotal	0	539,096		1,196,793		1,229,139
Total Sales for Resale	48	539,096		1,200,418		1,232,831
Total	366,212	10,627,841		39,627,897		43,709,567

NORTHERN KENTUCKY WATER DISTRICT

Bill Comparisons

Residential/Commercial Quarterly Bills - Step 1
5/8" Meter

Consumption CF	Present Rates Payment	Proposed Rates Payment	Difference	Percentage Difference
-	18.97	22.49	3.52	18.6%
300	28.90	33.50	4.60	15.9%
600	38.83	44.51	5.68	14.6%
800	45.45	51.85	6.40	14.1%
900	48.76	55.52	6.76	13.9%
1,200	58.69	66.53	7.84	13.4%
1,500	68.62	77.54	8.92	13.0%
1,800	78.55	88.55	10.00	12.7%
2,100	88.48	99.56	11.08	12.5%
2,400 *	98.41	110.57	12.16	12.4%
2,700	108.34	121.58	13.24	12.2%
3,000	118.27	132.59	14.32	12.1%
3,300	128.20	143.60	15.40	12.0%
3,600	138.13	154.61	16.48	11.9%
3,900	148.06	165.62	17.56	11.9%
4,200	157.99	176.63	18.64	11.8%
4,500	167.92	187.64	19.72	11.7%
4,800	176.56	196.88	20.32	11.5%
5,100	185.20	206.12	20.92	11.3%
5,400	193.84	215.36	21.52	11.1%
5,700	202.48	224.60	22.12	10.9%
6,000	211.12	233.84	22.72	10.8%
7,500	254.32	280.04	25.72	10.1%

* Average monthly Quarterly Bill

NORTHERN KENTUCKY WATER DISTRICT

Bill Comparisons

Residential/Commercial Monthly Bills - Step 1
5/8" Meter

<u>Consumption CF</u>	<u>Present Rates</u>	<u>Proposed Rate</u>	<u>Difference</u>	<u>Percentage Difference</u>
-	12.54	12.77	0.23	1.8%
100	15.85	16.44	0.59	3.7%
200	19.16	20.11	0.95	5.0%
300	22.47	23.78	1.31	5.8%
400	25.78	27.45	1.67	6.5%
500	29.09	31.12	2.03	7.0%
600	32.40	34.79	2.39	7.4%
700	35.71	38.46	2.75	7.7%
800 *	39.02	42.13	3.11	8.0%
900	42.33	45.80	3.47	8.2%
1,000	45.64	49.47	3.83	8.4%
1,100	48.95	53.14	4.19	8.6%
1,200	52.26	56.81	4.55	8.7%
1,300	55.57	60.48	4.91	8.8%
1,400	58.88	64.15	5.27	9.0%
1,500	62.19	67.82	5.63	9.1%
1,600	65.07	70.90	5.83	9.0%
1,700	67.95	73.98	6.03	8.9%
1,800	70.83	77.06	6.23	8.8%
1,900	73.71	80.14	6.43	8.7%
2,000	76.59	83.22	6.63	8.7%
2,500	90.99	98.62	7.63	8.4%

* Average monthly Residential Bill

NORTHERN KENTUCKY WATER DISTRICT

Bill Comparisons

Public Authority Monthly - Step 1
10" Meter

Consumption CF	Present Rates Payment	Proposed Rates Payment	Difference	Percentage Difference
-	161.91	164.88	2.97	1.8%
1,000	195.01	201.58	6.57	3.4%
2,000	225.96	235.33	9.37	4.1%
3,000	254.76	266.13	11.37	4.5%
4,000	283.56	296.93	13.37	4.7%
5,000	312.36	327.73	15.37	4.9%
6,000	341.16	358.53	17.37	5.1%
7,000	369.96	389.33	19.37	5.2%
8,000	398.76	420.13	21.37	5.4%
9,000	427.56	450.93	23.37	5.5%
10,000	456.36	481.73	25.37	5.6%
50,000	1,608.36	1,713.73	105.37	6.6%
100,000	3,048.36	3,253.73	205.37	6.7%
200,000	5,812.86	6,158.73	345.87	6.0%
500,000	13,462.86	13,898.73	435.87	3.2%
750,000	19,837.86	20,348.73	510.87	2.6%
1,000,000	26,212.86	26,798.73	585.87	2.2%
1,100,000	28,762.86	29,378.73	615.87	2.1%
1,200,000	31,312.86	31,958.73	645.87	2.1%
1,300,000	33,862.87	34,538.74	675.87	2.0%
1,400,000	36,412.88	37,118.75	705.88	1.9%
1,500,000	38,962.88	39,698.76	735.88	1.9%
1,600,000	41,512.89	42,278.77	765.88	1.8%
1,700,000	44,062.90	44,858.78	795.89	1.8%
1,800,000	46,612.91	47,438.80	825.89	1.8%
1,900,000	49,162.91	50,018.81	855.89	1.7%
2,000,000	51,712.92	52,598.82	885.90	1.7%

75 legal advertising

LEGAL NOTICE

About Space-Reading Storage, 325 Clark Rd., Cincinnati, OH, hereby gives notice to Tammy Beisel/Kyle McCurry, 520 Elliott #1(45215) (weed eater, shovel, Tree); Steve Crase, 524 Maple(45215)(wok,toys, fridge);John Callinan,503

75 legal advertising

Oak(45216) (vacuum ,bike,TV); that the contents of their storage units (partially listed above) will be sold by public sale on October 27, 2010 at 12:15 P.M.at About Space-Reading Storage. 7314

Call 513-421-6300 to place your Classified ad.

75 legal advertising

LEGAL NOTICE

Queen City Self Storage, 4775 Red Bank Expressway, Cincinnati, Ohio 45227 (513) 271-5599, Fax (513) 271-5645. Sale October 26, 2010 at 10 A.M. Auction conducted by Jerry Rogers. Auctioneer selling contents on premises of delinquent accounts of parties listed below:

- Stephanie D. Vest 4323 Watterson, Cinti., OH 45227, misc. household items, Anthony E. Hamm, 4333 Plainfield Rd., Cinti., OH 45227, chest & misc. household items, Marty & Jeff Bentz, 123 Rock Crystal #123, Covington, KY 41017, misc. household items, Danielle A. Rice, 3727 Anotion Ct., Cinti., OH 45227, misc household items, Deborah Mitchell, 5335 Thompkins, Cinti., OH 45227 misc. household items, & Niva Campbell, 7004 Grace Ave., Cinti., OH 45227 misc. toys. 2631015/1598315

75 legal advertising

LEGAL NOTICE PUBLIC NOTICE

The Public Service Commission will hold a public hearing on October 27, 2010 at 10:00 a.m. at its office 211 Sower Blvd., Frankfort, Kentucky for the purpose of cross examining witnesses and related matters in Case 2010-00094. Adjustment of rates and issuance of bonds of Northern Kentucky Water District. 1001598294

PUBLIC NOTICE COLLOCATION OF COMMUNICATIONS ANTENNAS

Downtown Central Cell Site- (CTL#1051012COL) PLEASE TAKE NOTICE that New Par dba Verizon Wireless is proposing to replace three 4' tall communications antennas on an existing 124' AGL high building at a heights of 125' and 141' AGL with an overall Placing an ad was never so easy! Call 513-421-6300.

75 legal advertising

height of 161' AGL, located at 128 E. Sixth Street, in Hamilton County, Cincinnati, Ohio (Site Coordinates N39-6-11;W84-30-38.86). Equipment will be placed within the existing building with wires, cables and other appurtenances. In order to comply with the applicable laws and regulations, the Applicant invites any interested party to submit written comments on the potential effect that this undertaking may have on historic properties, as defined by the National Historic Preservation Act and Section 106 Rules. To be considered, written comments must be postmarked within thirty (30) days of the date of publication of this notice and must substantially relate to the potential effect to the historic properties: Send your comments to: Bipender Jindal, P.E.; CTL Engineering Inc.; 2860 Fisher Road; Columbus, Ohio 43204; (614) 276-8123. 2823052/1598157

LEGAL NOTICE

St. Paul Lutheran Village Phase I

Model Construction, LLC is requesting interested certified Section 3 and SBE firms, as well as other interested firms, to submit proposals for construction contracts, materials or services, for the St. Paul Lutheran Village Phase I project located at 5515 Madison Rd., Cincinnati, OH 45227. Plans may be viewed, by appointment only, at the Project Office located in the CFS Construction building (1718 Ralston Avenue, Cincinnati, OH 45223).

"The work to be performed under this Agreement is a project assisted under a program providing direct Federal financial assistance from HUD and is subject to the requirements of Section 3 of the Housing and Urban Development Act of 1968, as amended (12 U.S.C. 1701). Section 3 requires that to the greatest extent feasible opportunities for training and employment be given to low- and very low-income residents of the project area, and that contracts for work in connections with the project be awarded to business concerns that provide economic opportunities for low- and very low-income persons residing in the metropolitan area in which the project is located."

Bids are due Friday, October 22nd, 2010 at 12:00PM. Bids are to be submitted via hand delivery at the Project Office located in the CFS Construction building (1718 Ralston Avenue, Cincinnati, OH 45223).

Interested firms may contact Kenneth Berling at 513-761-5131 (general mailbox) or email - kberling@modelgroup.net, for additional information. 2630622/1598237

REQUEST FOR PROPOSAL

The Butler Metropolitan Housing Authority (BMHA) will receive bids for the specific "LEGAL SERVICES" until: 2:00 a.m. (local time) - November 15, 2010. At the Director's Office, 4110 Hamilton-Middletown Road, Hamilton, OH 45011 at which time bids shall be opened and read out loud. The RFP may be downloaded at www.butlermetro.org, or proposed specifications are on file and may be picked up at the BMHA office at the above mentioned address. Bid envelope should be clearly marked with contractor's name and "BID FOR LEGAL SERVICES".

BUTLER METROPOLITAN HOUSING AUTHORITY
Phyllis G. Hitte, Executive Director
"AN EQUAL OPPORTUNITY EMPLOYER"
1001598508

.....
We'll help you find the perfect employee
Call today to place a help wanted ad
421-6300
.....

Commonwealth of Kentucky
Department of Education
Office of District Support Services
Division of Data Management

Form F-1
Rev. 07/2008

TAX RATES LEVIED FOR SCHOOL YEAR 2010 - 2011

School District: Erlanger-Elsmere Independent #157
Contact Name: Linda Holmes
Contact Number: (859)727-2009

To the Kentucky Board of Education, Frankfort, KY:

In Compliance with Kentucky Revised Statutes and the regulations of the Kentucky Board of Education, we, the board of education of the above named school district, hereby submit for your approval the following tax rates levied on 08/18/2010.

For rates that exceeded compensating and HB 940 tax rates, the notice and hearing requirements of KRS 160.470(7)(b) "...published at least twice for two (2) consecutive weeks, in the newspaper of largest circulation in the country...the public hearing which shall be held not less than seven (7) days nor more than ten (10) days after the day that the second advertisement is published;" have been met.

An advertisement was placed in The Cincinnati Enquirer newspaper on 08/03/2010 (date of first advertisement) and 08/10/2010 (date of second advertisement).

The public hearing was held on 08/18/2010.

For rates subject to recall, an additional advertisement was made on within 7 days of the hearing as required by KRS 160.470(8). Once the forty-five (45) days have passed since the rate was levied, we will send notification of whether a valid petition was presented. If a valid petition was presented, we will indicate whether we intend to place the issue before the voters for approval.

The advertisement was required, the rates levied do not exceed the proposed rates advertised.

Rate Levied (Please circle type) Compensating Sub(1) 4% House Bill 940 Other

Please enter the actual rate below with exoneration amount if applicable.

Portion Restricted for Building Fund. (KRS 157.440.

ON THE RECORD

Editor Michelle Shaw | smhaw@nky.com

DEATHS

Charles 'Chuck' Cozad

Charles "Chuck" E. Cozad, 70, of Butler, died Oct. 13, 2010, at St. Elizabeth Fort Thomas. He was a former Arizona policeman, a musician and a member of the Northern Kentucky Bluegrass Association.

Survivors include his wife, Sandra S. Cozad of Butler; sons, Glenn Cozad of Butler, Chet Cozad of Alexandria, Greg Goshorn of Phoenix and Mark Goshorn of Atlanta; brother, Joseph Cozad of Phoenix; three grandchildren; and three great-grandchildren.

Memorials: American Cancer Society, 297 Buttermilk Pike, Fort Mitchell, KY 41017.

Allen Crow

Allen Crow, 62, of Bellevue, died Oct. 4, 2010, at his home after a long battle with cancer. He was a Vietnam War U.S. Marine veteran and a member of the VFW in Newport.

Services have been held. Fares J. Radel Funeral Home, Newport, is serving the family.

Ruth E. Darnell

Ruth E. Darnell, 93, of Highland

Heights, died Oct. 14, 2010, at Hospice of the Bluegrass Care Center, Fort Thomas. She was a homemaker, a member of the Daughters of Isabella, and enjoyed making crafts for family and friends.

Her husband, James Darnell, died previously. Survivors include daughter, Mary Ann Thies of Bellevue; son, Thomas Darnell of Cincinnati; brother, Joseph Burlage of Fort Thomas; and sister, Marian McNay of Newport.

Burial was in the St. Stephen Cemetery, Fort Thomas. Memorials: Hospice of the Bluegrass, 7388 Turfway Road, Florence, KY 41042.

John R. Eggleston Sr

John R. Eggleston Sr., 57, of Independence, died Oct. 14, 2010, at St. Elizabeth Edgewood. He was the owner and operator of J. Eggleston Excavating Company in Independence and a member of the Loyal Order of Covington Moose No. 1469 and St. Patrick Church.

His father, Howard Eggleston, and son John R. Eggleston Jr. died previously. Survivors include his wife, Kathy Eggleston of Independence; daughter, Michelle Johnson of Independence; mother, Loretta Eggleston

of Independence; brother, Bill Eggleston of Independence; sisters, H. Webster of Erlanger, Mary Eggleston of Fort Myers, Fla., Barb Armstrong of Independence, Dorothy May of Columbus, Ohio, Rita Dickey of land Heights, Joyce Eggleston of Covington and Christina Harney of Independence; three grandchildren.

Interment was in Floral Hills Memorial Gardens, Taylor Mill. Memorials: St. Patrick Church

Shelby Jay Gross Sr.

Shelby Jay Gross Sr., 78, of Alexandria, died Oct. 12, 2010, VA Hospital, Cincinnati.

He was a U.S. Air Force Korea War veteran. He was a driver for Cincinnati/Northern Kentucky International Airport and a former commander of the VFW in Alexandria.

His wife, Bernadine Gross, died previously.

Survivors include sons, Der Gross of Dry Ridge, Arnold Gross of Phoenix, Shelby Gross of Dale Springs, Timothy Gross of Dale and Jerome Gross of Alexandria; daughters, Marcia Hoskins of Dale and Debbie Memering of Dale, Ind.; 23 grandchildren; a

NOTICE OF SEALED BID FOR REQUEST FOR PROPOSALS DESIGN BUILD CONTRACTORS WILDER SALT STORAGE FACILITY ADDITION TO PUBLIC WORKS BUILDING

The City of Wilder will be receiving requests for proposals to design and construct a new salt storage facility and a 20x140 addition to the Wilder Public Works facility at 114 Center Street, Wilder, Kentucky. Proposals will be received until 2:00 p.m. on Friday November 5, 2010. Proposals will be reviewed and submitted to the Wilder City Council with a recommendation at the regular meeting on November 15, 2010 at 7:00 p.m. A pre proposal meeting will be held on Monday November 1, 2010 at 10:00 a.m. 114 Center Street to familiarize those submitting proposals with the site and scope of work. For more information please contact the Wilder City Building Monday thru Friday by calling 859-581-8884.

THE CITY OF WILDER RESERVES THE RIGHT TO ACCEPT OR REJECT ANY AND ALL PROPOSALS.
1001598839



LEGAL NOTICE PUBLIC NOTICE

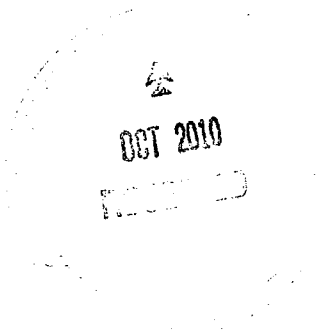
The Public Service Commission will hold a public hearing on October 27, 2010 at 10:00 a.m. at its office 211 Sower Blvd., Frankfort, Kentucky for the purpose of cross examining witnesses and related matters in Case 2010-00094, Adjustment of rates and issuance of bonds of Northern Kentucky Water District.
1001598308

Section
INVITATIO
Date: Octob
PROJECT: Ripple Creek Pump S
Main Extension Phase
SEALED BIDS WIL
Northern Kentucky
2835 Crescent
P.O. Bo
Erlanger, Ke
UNTIL: Date
Time

The Cincinnati Enquirer The Kentucky Enquirer Cincinnati.Com

312 ELM STREET
CINCINNATI, OHIO 45202-2739
(513) 721-2700

NORTHERN KY WATER,
PO BOX 18640
ERLANGER, KY 41018



Tuesday, October 19, 2010

Acct#: 198985

Order #: 1001598294

LEGAL NOTICE PUBLIC NOTICE The Public

PO Number: Public Service

DATES				TOTAL AMOUNT
10/19/10				
				31.02
Affidavit of Publication Charge				10.00
TOTAL AMOUNT DUE				41.02

Check #: _____

Date: _____

**CONFIRMATION OF PRICE
NOT AN INVOICE**

Affidavit of Publication

Publisher's Fee 41.02 Affidavit Charge 10.00

State of Ohio

}
}
} SS.
}
}

Hamilton County

Personally appeared **Janice Colston**

Of the The Enquirer, a newspaper printed in Cincinnati, Ohio and published in Cincinnati, in said County and State, and of general circulation in said county, and as to the Kentucky Enquirer published in Ft. Mitchell, Kenton County, Kentucky, who being duly sworn, depose and saith that the advertisement of which the annexed is a true copy, has been published in the said newspaper 1 times, once in each issue as follows:

10/19/10

- Cincinnati Enquirer
- Kentucky Enquirer
- Cincinnati.Com

Janice Colston

AFFIANT

Sworn to before me, this

Oct 19, 2010

Doris Thomas

Notary Public of Ohio

**LEGAL NOTICE
PUBLIC NOTICE**
The Public Service Commission will hold a public hearing on October 27, 2010 at 10:00 a.m. at its office: 211 Sower Blvd., Frankfort, Kentucky for the purpose of cross examining witnesses and related matters in Case 2010-00094, Adjustment of rates and issuance of bonds of Northern Kentucky Water District. 1001598294



Doris Thomas
Notary Public, State of Ohio
My Commission Expires 02-21-2012