

PASS-THROUGH CALCULATION FOR PURCHASED WATER RATES

	<u>NEW RATE</u>	<u>BASE RATE</u>
JSEWD thousands of gallons of water purchased from the City of Nicholasville	29,207.37	29,207.37
Volumetric rate	\$2.94/1,000 gal.	\$2.81/1,000 gal.
Resulting Cost	\$ 85,869.67	\$ 82,072.71

INCREASED COST OF \$3,796.96

Increased cost \$3,796.96
 Divided by (thousands of gallons of water sold) 224,810.675 =
~\$0.01688 per 1,000 gallons

\$0.017 per 1,000 gallons, rounded up* to
\$0.02 per 1,000 gallons

* Without rounding up, JSEWD would never fully recover its increased costs

EXHIBIT "B"