

Affidavit of Publication

I, Petra Allison, hereby certify that I am
Graphic Designer of the Flemingsburg Gazette. I certify
that the attached clipping of the advertisement is a true copy of
said advertisement in the said Newspaper on
Nov. 7, 2019.

In Testimony whereof, witness my signature this 7 day
of Nov. 2019.

The Newspaper Office

BY Petra Allison

Subscribed and sworn to before me this 7 day of
Nov 2019

My Commission expires: May 2 2023

W. Melissa W. Mitchell
Notary Public

Flemingsburg Gazette

November 06, 2019

NOTICE OF PROPOSED RATE CHANGE

In accordance with the requirements of the Kentucky Public Service Commission ("PSC") as set out in 807 KAR 5 069, Section 3, notice is hereby given to the customers of Rowan Water, Inc. ("RWI") of a change in water rates for users of the RWI water system. The changes in water rates are required by USDA, Rural Development ("RD") in connection with a loan by RD to RWI in the amount of \$1,222,000 to be evidenced by the issuance by RWI of its water revenue bonds in such amount, which RD has agreed to purchase provided that RWI meets certain conditions of RD, including revising the water rates as set forth below:

Current Monthly Water Rates

5/8" x 3/4" Meters			1 Inch Meter			2 Inch Meter		
First 2,000 gallons	\$18.53	Minimum	First 5,000 gallons	\$40.88	Minimum	First 25,000 gallons	\$178.38	Minimum
Next 3,000 gallons	\$7.45	Per 1,000 gallons	Next 10,000 gallons	\$6.95	Per 1,000 gallons	Next 10,000 gallons	\$6.45	Per 1,000 gallons
Next 10,000 gallons	\$6.95	Per 1,000 gallons	Next 10,000 gallons	\$6.80	Per 1,000 gallons	Next 15,000 gallons	\$6.15	Per 1,000 gallons
Next 10,000 gallons	\$6.80	Per 1,000 gallons	Next 10,000 gallons	\$6.45	Per 1,000 gallons	Over 50,000 gallons	\$5.95	Per 1,000 gallons
Next 10,000 gallons	\$6.45	Per 1,000 gallons	Next 15,000 gallons	\$6.15	Per 1,000 gallons			
Next 10,000 gallons	\$6.15	Per 1,000 gallons	Over 50,000 gallons	\$5.95	Per 1,000 gallons	Wholesale Rates	\$1.93	Per 1,000 gallons
Next 10,000 gallons	\$5.95	Per 1,000 gallons						

3/4" Meter			1.5 Inch Meter		
First 4,000 gallons	\$33.43	Minimum	First 15,000 gallons	\$110.38	Minimum
Next 1,000 gallons	\$7.45	Per 1,000 gallons	Next 10,000 gallons	\$6.80	Per 1,000 gallons
Next 10,000 gallons	\$6.95	Per 1,000 gallons	Next 10,000 gallons	\$6.45	Per 1,000 gallons
Next 10,000 gallons	\$6.80	Per 1,000 gallons	Next 15,000 gallons	\$6.15	Per 1,000 gallons
Next 10,000 gallons	\$6.45	Per 1,000 gallons	Over 50,000 gallons	\$5.95	Per 1,000 gallons
Next 15,000 gallons	\$6.15	Per 1,000 gallons			
Over 50,000 gallons	\$5.95	Per 1,000 gallons			

Proposed Monthly Water Rates

5/8" x 3/4" Meters	New Monthly Rate	Dollar Change	Percent Change
First 2,000 gallons	\$19.42	\$0.89	5%
Next 3,000 gallons	\$6.17	\$0.72	10%
Next 10,000 gallons	\$7.62	\$0.67	10%
Next 10,000 gallons	\$7.45	\$0.65	10%
Next 10,000 gallons	\$7.07	\$0.62	10%
Next 10,000 gallons	\$6.74	\$0.59	10%
Next 10,000 gallons	\$6.52	\$0.57	10%

3/4 Inch Meters	New Monthly Rate	Dollar Change	Percent Change
First 4,000 gallons	\$36.64	\$3.21	10%
Next 1,000 gallons	\$8.17	\$0.72	10%
Next 10,000 gallons	\$7.62	\$0.67	10%
Next 10,000 gallons	\$7.45	\$0.65	10%
Next 10,000 gallons	\$7.07	\$0.62	10%
Next 15,000 gallons	\$6.74	\$0.59	10%
Over 50,000 gallons	\$6.52	\$0.57	10%

1 Inch Meters	New Monthly Rate	Dollar Change	Percent Change
First 5,000 gallons	\$44.80	\$3.92	10%
Next 10,000 gallons	\$7.62	\$0.67	10%
Next 10,000 gallons	\$7.45	\$0.65	10%
Next 10,000 gallons	\$7.07	\$0.62	10%
Next 15,000 gallons	\$6.74	\$0.59	10%
Over 50,000 gallons	\$6.52	\$0.57	10%

1.5 Inch Meters	New Monthly Rate	Dollar Change	Percent Change
First 15,000 gallons	\$120.98	\$10.60	10%
Next 10,000 gallons	\$7.45	\$0.65	10%
Next 10,000 gallons	\$7.07	\$0.62	10%
Next 15,000 gallons	\$6.74	\$0.59	10%
Over 50,000 gallons	\$6.52	\$0.57	10%

2 Inch Meters	New Monthly Rate	Dollar Change	Percent Change
First 25,000 gallons	\$195.50	\$17.12	10%
Next 10,000 gallons	\$7.07	\$0.62	10%
Next 15,000 gallons	\$6.74	\$0.59	10%
Over 50,000 gallons	\$6.52	\$0.57	10%

Wholesale Rates	New Monthly Rate	Dollar Change	Percent Change
Wholesale Rates	\$2.13		

Customer Class	Average Monthly Usage Per Customer	Average Monthly Bill (Present Rates)	Average Monthly Bill (Proposed Rates)	Increase in Average Monthly Bill (%)	Increase in Average Monthly Bill (%)
5/8" x 3/4" meter	3,500	\$29.71	\$31.68	\$1.97	7%
3/4" meter	8,000	\$63.23	\$69.32	\$6.09	10%
1" meter	12,000	\$89.53	\$98.14	\$8.61	10%
1.5" meter	20,000	\$144.38	\$158.23	\$13.85	10%
2" meter	30,000	\$210.63	\$230.85	\$20.22	10%
Wholesale RaRates	1,100,000	\$2,123.00	\$2,343.00	\$220.00	10%

The proposed monthly water rates shall be effective for water sold after the date of the final approving Order of the PSC, which Order is expected to be issued no later than 30 days of the filing of the Application. The Application for approval of the rate change has been filed with the PSC and may be examined during normal business hours at the following locations: (i) Rowan Water, Inc. Office, 1765 Christy Creek, Morehead, KY 40351; (ii) PSC, 211 Sower Boulevard, Frankfort, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m., E.T.; and (iii) via the PSC website at <http://psc.ky.gov>. Comments regarding the Application may be submitted to the PSC via its website or by mail to PSC, P.O. Box 615, Frankfort, Kentucky 40602.

The proposed rates are required under the terms of an agreement between Rowan Water, Inc. (RWI) and RD and KRS 278.023 does not grant the PSC any discretionary authority to modify or reject any portion of the agreement between RWI and RD, or to defer the issuance of all necessary orders to implement the terms of the agreement. The RD loan proceeds will be used to finance the costs of the (i) purchase and installation of new radio read meters for approximately 6,000 customers whom currently do not have that technology.

Signed: Larry Johnson, President, Rowan Water, Inc.