

NOTARIZED PROOF OF PUBLICATION

STATE OF KENTUCKY

COUNTY OF GARRARD

Before me, a Notary Public, in and for said County and State, this 25th day of August, 2022, came Pamela Fathergill, personally known to me, who duly sworn, states as follows:

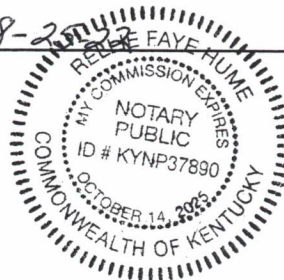
That she is the advertising manager of The Garrard Central Record and that said publication of The Garrard Central Record on August 25, 2022 carried advertising of The Garrard County Water Association Notice Of Proposed Rate Change occupying the following classified space of 3 columns x 11 inches (33 inches) at \$7.50 per column inch for a total of \$247.50.

Pamela Fathergill
Signature

August 25, 2022
Date

Rebecca Faye Hume KYNP 37890
Signature of Notary Public

8-2022 _____ Date



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 the Garrard County Water Association ("Association") of a change in water rates for users of the Association's water system. The changes in water rates are required by the U.S. Department of Agriculture, acting through Rural Development ("RD") in connection with a loan by RD to the Association in the principal amount of \$2,500,000 to be evidenced by the issuance by the Association of its promissory note in such amount, which RD has agreed to purchase provided the Association meets certain conditions of RD, including revising the water rates as set forth below:

Current Monthly Water Rates

| | |
|-----------------------------|--------------------------|
| 5/8 x 3/4 Inch Meter | Monthly Rate |
| First 1,000 gallons | \$11.97 Minimum |
| Next 1,000 gallons | \$6.58 Per 1,000 gallons |
| Next 1,000 gallons | \$5.37 Per 1,000 gallons |
| Next 2,000 gallons | \$5.15 Per 1,000 gallons |
| All Over 5,000 gallons | \$4.82 Per 1,000 gallons |

| | |
|------------------------|--------------------------|
| 1 Inch Meter | |
| First 5,000 gallons | \$34.22 Minimum |
| All Over 5,000 gallons | \$4.82 Per 1,000 gallons |

| | |
|-------------------------|--------------------------|
| 1.5 Inch Meter | |
| First 10,000 gallons | \$58.83 Minimum |
| All Over 10,000 gallons | \$4.82 Per 1,000 gallons |

| | |
|-------------------------|--------------------------|
| 2 Inch Meter | |
| First 25,000 gallons | \$130.62 Minimum |
| All Over 25,000 gallons | \$4.82 Per 1,000 gallons |

| | |
|------------------|--------------------------|
| Bulk Rate | \$5.85 Per 1,000 gallons |
|------------------|--------------------------|

Proposed Monthly Water Rates

| | | | |
|-----------------------------|-------------------------|----------------------|-----------------------|
| 5/8 x 3/4 Inch Meter | New Monthly Rate | Dollar Change | Percent Change |
| First 1,000 gallons | \$12.86 | \$0.89 | 7.44 % |
| Next 1,000 gallons | \$6.99 | \$0.41 | 6.23 % |
| Next 1,000 gallons | \$5.67 | \$0.30 | 5.59 % |
| Next 2,000 gallons | \$5.43 | \$0.28 | 5.44 % |
| All Over 5,000 gallons | \$5.07 | \$0.25 | 5.19 % |

| | | | |
|------------------------|---------|--------|--------|
| 1 Inch Meter | | | |
| First 5,000 gallons | \$36.37 | \$2.15 | 6.28 % |
| All Over 5,000 gallons | \$5.07 | \$0.25 | 5.19 % |

| | | | |
|-------------------------|---------|--------|--------|
| 1.5 Inch Meter | | | |
| First 10,000 gallons | \$61.72 | \$3.40 | 5.83 % |
| All Over 10,000 gallons | \$5.07 | \$0.25 | 5.19 % |

| | | | |
|-------------------------|----------|--------|--------|
| 2 Inch Meter | | | |
| First 25,000 gallons | \$137.74 | \$7.12 | 5.45 % |
| All Over 25,000 gallons | \$5.07 | \$0.25 | 5.19 % |

| | | | |
|------------------|--------|--------|--------|
| Bulk Rate | \$6.38 | \$0.53 | 9.10 % |
|------------------|--------|--------|--------|

| Customer Class | Average Monthly Usage Per Customer (Gallons) | 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 | 4,522 | \$30.90 | \$33.78 | \$2.88 | 9.32 % |
| 1 - Inch Meter | 25,349 | \$127.49 | \$139.54 | \$12.05 | 9.45 % |
| 1.5 - Inch Meter | 14,333 | \$76.48 | \$83.69 | \$7.21 | 9.43 % |
| 2 - Inch Meter | 4,687 | \$125.87 | \$137.74 | \$11.87 | 9.43 % |



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. Based on a monthly usage of 5,000 gallons, the average bill of a Garrard County Water Association customer would increase \$2.16 from \$34.22 to \$36.38 or 6.31%. 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) Garrard County Water Association Office, 315 Lexington Street, Lancaster, KY 40444; (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 the Association and RD and KRS 278.023 does not grant the PSC any discretionary authority to modify or reject any portion of the agreement between the Association 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 cost of the (i) installation of approximately 34,300 linear feet of 3, 4 and 6 inch water main improvements and associated appurtenances; (ii) new 50,000 gallon ground storage tank and appurtenances. Signed: Billy C. Doolin, President, Garrard County Water Association.