

# RESPONSE TO REQUEST 1(B)

THE MEADOWS  
CUMBERLAND FALLS HIGHWAY  
-Whitley County, KY

CUMBERLAND FALLS HIGHWAY WATER DISTRICT

REQUIREMENTS FOR

LINE EXTENSION CONTRACT

The CFHWD tariff with the Kentucky Public Service Commission states:

"The District shall construct water main extensions under the authority and procedure stipulated in Public Service Commission Regulation 807 KAR 5:006 and any extension made under this option shall be subject to refund as outlined in said regulation."  
"The applicant must execute a contract and agreement for line extension on form approved by the District."

For a refund to be made:

- a. Customer shall execute a contract, before any work starts.
- b. Customer shall follow all Division of Water Regulations and the Districts regulations.
- c. Customer shall provide the District with the original " Bill of Materials or Invoices", within 10 days of completion of work, so a true and actual cost of the extension can be made.
- d. All items above shall be completed, or the contract, as signed in item a, is void and no refunds shall be made.

Approved by the Commissioners: 5 ayes 0 noes

As stated in the minutes of a regular scheduled board meeting dated: Jan. 19, 2021

Applicant initial to verify receiving this info:

Mike Fred Date: 12-23-2021

PUBLIC SERVICE COMMISSION  
OF KENTUCKY  
EFFECTIVE

NOV 17 2000

PURSUANT TO 807 KAR 5011,  
SECTION 9 (1)  
BY: Stephan Bill  
SECRETARY OF THE COMMISSION

# CUMBERLAND FALLS HIGHWAY WATER DISTRICT

6828 Cumberland Falls Highway ♦ Corbin, Kentucky 40701  
Phone 528-0222 ♦ Fax 582-8875

## CONTRACT FOR EXTENSION OF WATER MAIN

Date: February 2, 2021

The Kentucky Public Service Commission (PSC) outlines in it's regulations (807 Kar 5:006E. Water. Section 12) the way in which the District may extend it's water lines. These regulations are followed and adhered to in this contract.

In this case, the actual work will be done by the customer under supervision of the Water District. Materials used and time spent by the District employees will be charged to the customer and paid to the District at the end of construction.

First, THE MEADOWS, owner of private property located at Cumberland Falls Highway, Corbin, KY 40701 with potential of new customers has advised the District that water service is desired by filing an application with the District. The District will judge the request in terms of the number of new customers to be served, it's ability to supply the amount of water needed at an adequate pressure, and the construction conditions expected as determined by the system engineer.

Second, The District has estimated the total cost to be approximately \$ 88,595.00 to install the main line.

ITEM A: Shall include a drawing of the new area,  
Detailed list of materials required to do the job  
Total estimated cost  
This information becomes part of the contract

The District alone determines the size, location, materials and all features of the new water line. All main lines shall have thirty inches of cover. All valves, tees, and bends shall have sufficient concrete backing. All road crossings shall be installed in casing pipe. All backfill material shall be good dirt free of rock, or either #57 limestone gravel. If it is necessary for the new water line to lay on private property, the property owner or owners must grant a permanent easement to the District.

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SECRETARY OF THE COMMISSION

Third, the new customer must sign this contract with the District before installing a new water line. It is agreed that the definition of a customer shall mean: A place where people live or work that uses water and is billed for usage on a monthly basis. It is further agreed that any other connection to this system, including a fire hydrant installed for flushing or for public fire protection is not a customer and shall not be considered a "customer" connection to this water main.

Fourth, On completion of construction, ~~original itemized bills with proof of their payment of money spent for the construction of a new water line shall be submitted to the District by the customer and the actual cost of the water line will be determined.~~

\$800.00

Fifth, Each customer must pay a tap-on fee of ~~\$578.00~~ for a 3/4 inch meter and a usage deposit of \$110.00. of ~~\$69.00~~. One and only one dwelling may be served by one meter. The customer is completely responsible for the installation and maintenance of the water service line from the water meter to the desired point of service. \* The customer's water service must be inspected and approved by the District before it is covered with dirt or gravel and all fees and deposits must be paid before service will begin.

Sixth, As each new customer is connected directly to the line, the District will refund to those who paid for it in the beginning the amount equal to 50 feet times the actual cost per foot. This money goes to the signer of this contract. The District accepts no responsibility for the sharing or distribution of this money. These reimbursements will continue for 10 years from the date of this contract or until the amount originally paid for the water line is refunded, whichever happens first. These reimbursements will be done only once per year in the month of December.

\* NOTE: When a new water line extension is placed in service it becomes a part of the District's system from it's point of connection to an existing District water line to the customer's meter. The District will then accept responsibility for maintenance and upkeep of the line extension.

APPROVED BY:

Mike Sparks  
Applicant/Customer

Mike Rain  
CFHWD Representative

MIKE SPARKS  
6550 CUMBERLAND FALLS HIGHWAY

Address

Corbin, KY 40701  
City, State, Zip Code

606-523-1119  
Phone

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PURSUANT TO 207 KAR 5011,  
SECTION 9(1)  
BY Stephan D. Bell  
SECRETARY OF THE COMMISSION

**Cumberland Falls Highway Water District  
Diamond Acres, LLC  
Mike Sparks, Developer  
Opinion of Probable Cost  
Total Development Installed by Outside Contractor**

February 2, 2021

Item No.	Item	Unit	Quantity	Unit Price	Item Price
1	4" PVC Water Main w/tape and wire	LF	6,260	\$10.00	\$62,600.00
2	3" PVC Water Main w/tape and wire	LF	260	\$9.00	\$2,340.00
3	Leak Detection Meter	LS	1	\$1,200.00	\$1,200.00
4	12"x4" Wet Tap	LS	1	\$4,000.00	\$4,000.00
5	3"x3" Wet Tap	LS	1	\$4,000.00	\$4,000.00
6	Blow-off Assembly	EA	1	\$1,500.00	\$1,500.00
8	4" Gate Valve	EA	4	\$1,200.00	\$4,800.00
9	3" Gate Valve	EA	1	\$1,000.00	\$1,000.00
10	Misc. Fittings, Materials and Testing	LS	1	\$3,000.00	\$3,000.00

Total Construction Cost	\$84,440.00
KY Division of Water Permit Fee	155.00
Engineering Design *	4,000.00
<b>Total Estimated Project Cost</b>	<b>\$88,595.00</b>

\* includes Ky Division of Water Permit; Plans and Specifications; periodic spot construction inspection; post construction KDOW certification. Does not include daily construction inspection by engineering firm. Utility to provide comprehensive construction inspection.