PURCHASED WATER ADJUSTMENT FOR WATER DISTRICTS AND WATER ASSOCIATIONS (807 KAR 5:068)

Hardin County Water District No. 2			
5/29/2025			
P.O. Box 970			
Elizabethtown, KY 42702			
(270) 737-1056			
pscmailbox@hcwd2.org			
	5/29/2025 P.O. Box 970 Elizabethtown, KY (270) 737-1056		

1.a. Name of all wholesale suppliers and the base (current) rate and changed rate of each. In the event the water purchased is billed by the supplier on a rate that is not a flat rate schedule, the entire rate schedule must be shown. Attach additional sheets if necessary.

Supplier(s)	Base Rate	Changed Rate
Louisville Water	\$2.72/1,000 gallons	\$2.79/1,000 gallons
Company		
	\$1,000.38/ month	\$1,042.89/ month

- 1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit A
- 2. Twelve-month period upon which the purchased water adjustment is based. (This twelve-month period must end within 90 days of this filing).

From	May 2024	through	April 2025
	(month and year)		(month and year)

3. Statement of water purchases. Where water is purchased from more than one supplier, purchases from each supplier must be shown separately. If water is purchased through a declining block rate schedule, purchases for each month must be shown. Attach an additional sheet if necessary. See Exhibit **B**

	Gallons Purchased during 12				
Supplier(s)	month period				
Louisville Water Company	504,380,000				
TOTAL PURCHASES	504,380,000				
4. Total gallons sold for the 12 month period	2,438,745,418 gallons				
5. Increased water cost	\$35,816.72				
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate. The calculation and all supporting documents used to determine the change in purchased water costs sufficient to determine the accuracy of the calculation is attached as Exhibit B					
6. Purchased water adjustment factor	\$0.0147 rounds to \$0.02				
The purchased water adjustment factor is obtained by dividing total gallons sold.					
Note: The purchased water adjustment factor is added to e minimum usage is 2,000 gallons then the purchased water ad the minimum bill twice.	_				
7. A schedule listing the current and proposed rates is attached	d as Evhibit C				
7. A senedule listing the editent and proposed faces is attached	d as Lamon C				
8. A copy of the resolution or other document of the utility's g proposed rates is attached as Exhibit D	governing body authorizing the				
9. Proposed effective date	July 1, 2025				
Sha Ya I Signature of Utility Officer					
Signature of Utility Officer					
General Manager					
Title					

EXHIBIT LIST

HARDIN COUNTY WATER DISTRICT NO. 2 – PURCHASED WATER ADJUSTMENT

- A. Notice of Increased Rates from Louisville Water Company
- B. Cost Increase Calculations
 Gallons Purchased by Month
 Gallons Sold by Month
- C. Schedule of Current and Proposed Rates
- D. Resolution Adjusting Water Rates and Charges to Offset the Louisville Water Company Wholesale Rate Increase

EXHIBIT A

NOTICE

Notice is hereby given that the Louisville Water Company ("LWC") plans to file with the Public Service Commission ("PSC") on or before March 28, 2025 to increase its rates for wholesale water service to Hardin County Water District #2 effective July 1, 2025. The proposed rates are as follows:

Current Rate	New Rate	\$ Change	% Change
\$1,000.38	\$1,042.89	\$42.51	4.25%
\$2.19	\$2.23	\$0.04	1.83%
0.53	<u>0.56</u>	0.03	5.66%
\$2.72	\$2.79	\$0.07	2.57%
	\$1,000.38 \$2.19 <u>0.53</u>	\$1,000.38 \$1,042.89 \$2.19 \$2.23 <u>0.53</u> <u>0.56</u>	\$1,000.38 \$1,042.89 \$42.51 \$2.19 \$2.23 \$0.04 0.53 0.56 0.03

The rates contained in this notice are the rates proposed by LWC but the PSC may order rates to be charged that differ from the proposed rates contained in this notice.

Any person may examine this filing by visiting LWC's office located at 550 S. 3rd Street in Louisville, Kentucky or by contacting Michael Tigue at the same address as above or by phone at 502-569-0808.

The filing may also be examined at the offices of the PSC located at 211 Sower Boulevard in Frankfort, Kentucky, Monday through Friday from 8:00 am to 4:30 pm or through the PSC website at http://psc.ky.gov.

Comments regarding the filing may be submitted to the PSC through its website or by mail to Public Service Commission, Post Office Box 615, Frankfort, KY 40602.

A timely written request for intervention that establishes grounds for the request may also be submitted to the PSC. The PSC may take final action on the filing if a written request for intervention is not received within 30-days of the date notice was given.

EXHIBIT B

Purchased Water Adjustment for HCWD#2

	Current Rate	Ne	ew Rate Effective July 2025	Di	ifference
LWC Monthly Meter Rate	\$ 1,000.38	\$	1,042.89	\$	42.51
LWC Rate/1000	\$ 2.72	\$	2.79	\$	0.07

	Gallons Purchased	Gallons Sold by
Date	from LWC	HCWD2
May-24	22,075,000	183,617,383
Jun-24	32,465,000	202,144,112
Jul-24	36,905,000	222,770,632
Aug-24	43,565,000	219,800,880
Sep-24	58,310,000	239,199,509
Oct-24	61,230,000	212,895,378
Nov-24	39,525,000	204,228,520
Dec-24	31,145,000	187,708,328
Jan-25	36,950,000	185,306,792
Feb-25	31,805,000	197,725,510
Mar-25	51,015,000	193,594,878
Apr-25	59,390,000	189,753,496
Total	al 504,380,000	2,438,745,418

Increase Water Cost \$ 35,816.72

Increase Water Cost = (difference between current rate per thousand and new rate per thousand x total gallons purchased x = 0.001) + (difference between current monthly meter rate and new monthly meter rate x = 12)

Adjustment Factor \$ 0.0147

Adjustment Factor = Increase Water Cost divided by the total gallons sold x 0.001

EXHIBIT C

		Cur	rent	Rates		
Meter	Size					
5/8 X 3	/4 Inch Co	nnection				
First	2,000	gallons	\$	21.49	(Minimum Bill)	
Next	498,000	gallons		0.00597	per gallon	
Over	500,000	gallons		0.00335	per gallon	
1 Inch	Connection	1				
First	5,000	gallons	\$	42.28	(Minimum Bill)	
Next	495,000	gallons		0.00597	per gallon	
Over	500,000	gallons		0.00335	per gallon	
1-1/2 l	nch Conne					
First	10,000	gallons	\$	76.92	(Minimum Bill)	
Next	490,000	gallons		0.00597	per gallon	
Over	500,000	gallons		0.00335	per gallon	
_	Connection					
First	•	gallons	\$		(Minimum Bill)	
Next	480,000	U			per gallon	
Over	500,000	gallons		0.00335	per gallon	
	Connection			245 47	(a. 4:	
First	•	gallons	\$		(Minimum Bill)	
Next	470,000	Ū			per gallon	
Over	500,000	galions		0.00335	per gallon	
4 Inch	Connection					
First		gallons	\$	354 02	(Minimum Bill)	
Next	450,000	Ū	Ų		per gallon	
Over	500,000	Ū			per gallon	
O VC.	300,000	Ballotis		0.00000	per ganon	
6 Inch	Connection	1				
First	100,000	gallons	\$	700.40	(Minimum Bill)	
Next	400,000	gallons	•		per gallon	
Over	500,000	•			per gallon	
	•	-			-	
8 Inch	Connection	1				
First	150,000	gallons	\$	1,046.78	(Minimum Bill)	
Next	350,000	gallons		0.00597	per gallon	
Over	500,000	gallons		0.00335	per gallon	
10 Inch	Connection					
First	250,000	•	\$		(Minimum Bill)	
Next	250,000	U			per gallon	
Over	500,000	gallons		0.00335	per gallon	
_	Connection					
First	400,000	_	\$		(Minimum Bill)	
Next	100,000	•			per gallon	
Over	500,000	gallons		0.00335	per gallon	
	sale Custor	ners		0.00000		
All Sale	S			0.00289	per gallon	

Proposed Rates					
Meter S	ize				
5/8 X 3/4	4 Inch Con	nection			
First	2,000	gallons	\$	21.53	(Minimum Bill)
Next	498,000	gallons			per gallon
Over	500,000	gallons		0.00337	per gallon
1 Inch Co	nnection				
First		gallons	\$	42.38	(Minimum Bill)
Next	495,000	_			per gallon
Over	500,000	gallons		0.00337	per gallon
	h Connec				(2.4)
First		gallons	\$		(Minimum Bill)
Next	490,000				per gallon
Over	500,000	gallons		0.00337	per gallon
2 Inch C	nncst! - :-				
First	nnection	gallana	۲.	146 50	(Minimum Bill)
Next	•	gallons gallons	\$		(Minimum Bill)
	480,000				per gallon
Over	500,000	ganons		0.00337	per gallon
3 Inch Co	nnection				
First		gallons	\$	216.07	(Minimum Bill)
Next	470,000	U	Y		per gallon
Over	500,000	•			per gallon
Over	300,000	Ballotis		0.00337	per ganon
4 Inch Co	nnection				
First	50,000	gallons	\$	355.02	(Minimum Bill)
Next	450,000	gallons		0.00599	per gallon
Over	500,000			0.00337	per gallon
6 Inch Co	nnection				
First	100,000	gallons	\$	702.40	(Minimum Bill)
Next	400,000	gallons		0.00599	per gallon
Over	500,000	gallons		0.00337	per gallon
	nnection				
First	150,000	U	\$		(Minimum Bill)
Next	350,000	_			per gallon
Over	500,000	gallons		0.00337	per gallon
	_				
	Connection		_		/a.a
First	250,000	-	\$		(Minimum Bill)
Next	250,000	_			per gallon
Over	500,000	gallons		0.00337	per gallon
12 10 06 6	`annest! - :	_			
	Connection		۲.	2 706 60	(Minimum Bill)
First	400,000	_	>		(Minimum Bill)
Next	100,000	_			per gallon
Over	500,000	galions		0.00337	per gallon
Wholesa	le Custom	ers			
All Sales	ie custoff	3		0 00201	per gallon
, vii Jaies				0.00231	per ganon

EXHIBIT D

RESOLUTION NO. 2025-05-01

A RESOLUTION OF THE BOARD OF COMMISSIONERS OF THE HARDIN COUNTY WATER DISTRICT NO. 2 ADJUSTING WATER RATES AND CHARGES TO OFFSET THE LOUISVILLE WATER COMPANY WHOLESALE RATE INCREASE

WHEREAS, the Louisville Water Company ("LWC") provides wholesale water service to Hardin County Water District No. 2 ("District");

WHEREAS, on March 28, 2025 the LWC filed an application with the Kentucky Public Service Commission ("PSC") seeking to increase the wholesale water rate that LWC charges the District from \$2.72 to \$2.79 per 1,000 gallons (See PSC Case TFS2025-00139);

WHEREAS, based upon the water purchases from LWC during the previous 12 months, the estimated annual increased cost to the District will be \$35,817;

WHEREAS, prudent financial management dictates that the District take immediate action to adjust its retail rates commensurate with LWC's wholesale rate increase; and

WHEREAS, KRS 278.015 and 807 KAR 5:068 provide the legal mechanism for the District to increase its water rates commensurate with LWC's wholesale rate increase via a Purchased Water Adjustment ("PWA");

NOW, THEREFORE, IT IS HEREBY RESOLVED BY THE BOARD OF COMMISSIONERS OF HARDIN COUNTY WATER DISTRICT NO. 2 AS FOLLOWS:

Section 1. The facts, recitals, and statements contained in the foregoing preamble of this Resolution are true and correct and are hereby affirmed and incorporated as a part of this Resolution.

Section 2. The PWA factor is \$0.02 per 1,000 gallons;

Section 3. All tiers of water usage set forth in the District's existing tariff shall be increased by \$0.02 per 1,000 gallons, subject to any minor adjustment that may be made by the PSC.

Section 4. The monthly water rates to be charged to and collected from the customers and users of the water system of the District shall be as set forth in Appendix A, which is attached hereto and is incorporated herein by reference as a part of this Resolution. The rates and charges set forth in Appendix A are subject to any minor adjustment that may be made by the PSC. These monthly rates and charges shall be in effect for all water service rendered on and after July 1, 2025.

Section 5. The General Manager is hereby authorized and directed to execute and file the PWA Application, Tariff Sheet, and all other documents that may be required by the PSC.

Section 6. The General Manager, all appropriate District Staff, and the District's attorney are hereby further authorized and directed to take any and all other actions and to execute and deliver any and all other documents as may be reasonably necessary to implement the PWA.

Section 7. This Resolution shall take effect upon its adoption.

ADOPTED BY THE COMMISSION OF HARDIN COUNTY WATER

DISTRICT NO. 2 at a meeting held on May 20, 2025, signed by the Chairman, and attested by the Secretary.

ATTEST:

rian Woosley, Secretary

CERTIFICATION

I, Secretary of the Hardin County Water District No. 2 (the "District"), do hereby certify that the foregoing is a true copy of a Resolution duly adopted by the Commission of the District at a meeting properly held on May 20, 2025, signed by the Chairman of the Commission, attested by me as Secretary, and now in full force and effect.

WITNESS my hand this 20th day of May, 2025.

Brian Woosley, Secretary

APPENDIX A

NOTICE OF PROPOSED ADJUSTMENT OF WATER RATES

HARDIN COUNTY WATER DISTRICT NO. 2

Due to a rate increase from Louisville Water Company, notice is hereby given that Hardin County Water District No. 2 (the "District") has filed an application for a Purchased Water Adjustment with the Kentucky Public Service Commission for adjusting its water rates. Customer rates will increase by \$0.02 per 1,000 gallons used. The proposed change will be effective for service rendered on and after July 1, 2025.

Monthly Water Rates

Meter Size	Current Rates	Proposed Rates	Dollar Increase	Percent Increase
5/8 X 3/4 Inch Connect	ion			
First 2,000 gallons	\$ 21.49 (Minimum Bill)	\$ 21.53 (Minimum Bill)	\$ 0.04	0.19%
Next 498,000 gallons	0.00597 per gallon	0.00599 per gallon	0.00002	0.34%
Over 500,000 gallons	0.00335 per gallon	0.00337 per gallon	0.00002	0.60%
1 Inch Connection				
First 5,000 gallons	\$ 42.28 (Minimum Bill)	\$ 42.38 (Minimum Bill)	\$ 0.10	0.24%
Next 495,000 gallons	0.00597 per gallon	0.00599 per gallon	0.00002	0.34%
Over 500,000 gallons	0.00335 per gallon	0.00337 per gallon	0.00002	0.60%
1-1/2 Inch Connection				
First 10,000 gallons	\$ 76.92 (Minimum Bill)	\$ 77.12 (Minimum Bill)	\$ 0.20	0.26%
Next 490,000 gallons	0.00597 per gallon	0.00599 per gallon	0.00002	0.34%
Over 500,000 gallons	0.00335 per gallon	0.00337 per gallon	0.00002	0.60%

2 Inch Connection First 20,000 gallons Next 480,000 gallons Over 500,000 gallons	\$ 146.19 (Minimum Bill) 0.00597 per gallon 0.00335 per gallon	\$ 146.59 (Minimum Bill) 0.00599 per gallon 0.00337 per gallon	\$ 0.40 0.00002 0.00002	0.27% 0.34% 0.60%
3 Inch Connection First 30,000 gallons Next 470,000 gallons Over 500,000 gallons	\$ 215.47 (Minimum Bill) 0.00597 per gallon 0.00335 per gallon	\$ 216.07 (Minimum Bill) 0.00599 per gallon 0.00337 per gallon	\$ 0.60 0.00002 0.00002	0.28% 0.34% 0.60%
4 Inch Connection First 50,000 gallons Next 450,000 gallons Over 500,000 gallons	\$ 354.02 (Minimum Bill) 0.00597 per gallon 0.00335 per gallon	\$ 355.02 (Minimum Bill) 0.00599 per gallon 0.00337 per gallon	\$ 1.00 0.00002 0.00002	0.28% 0.34% 0.60%
6 Inch Connection First 100,000 gallons Next 400,000 gallons Over 500,000 gallons	\$ 700.40 (Minimum Bill) 0.00597 per gallon 0.00335 per gallon	\$ 702.40 (Minimum Bill) 0.00599 per gallon 0.00337 per gallon	\$ 2.00 0.00002 0.00002	0.29% 0.34% 0.60%
8 Inch Connection First 150,000 gallons Next 350,000 gallons Over 500,000 gallons	\$ 1,046.78 (Minimum Bill) 0.00597 per gallon 0.00335 per gallon	\$ 1,049.78 (Minimum Bill) 0.00599 per gallon 0.00337 per gallon	\$ 3.00 0.00002 0.00002	0.29% 0.34% 0.60%
10 Inch Connection First 250,000 gallons Next 250,000 gallons Over 500,000 gallons	\$ 1,739.55 (Minimum Bill) 0.00597 per gallon 0.00335 per gallon	\$ 1,744.55 (Minimum Bill) 0.00599 per gallon 0.00337 per gallon	\$ 5.00 0.00002 0.00002	0.29% 0.34% 0.60%

12 Inch Co	nnection
------------	----------

First 400,000 gallons	\$ 2,778.69 (Minimum Bill)	\$ 2,786.69(Minimum Bill)	\$ 8.00	0.29%
Next 100,000 gallons	0.00597 per gallon	0.00599 per gallon	0.00002	0.34%
Over 500,000 gallons	0.00335 per gallon	0.00337 per gallon	0.00002	0.60%
Wholesale Customers All Sales	s 0.00289 per gallon	0.00291 per gallon	0.00002	0.69%

Effect Upon Average Bill. The District's residential customers use an average of 4,000 gallons per month and the average residential bill will increase from \$33.43 to \$33.51. This is an increase of \$0.08 or 0.24%.

Effective Date. The District proposes to place the rates into effect for all water used on and after July 1, 2025.

Examination Of Application. Any person may examine the District's application during normal business hours at the following locations: (1) Hardin County Water District No. 2 Customer Service Center, 1951 West Park Rd, Elizabethtown, Kentucky (Telephone 270-737-1056); (2) Public Service Commission's offices, 211 Sower Boulevard, Frankfort, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m.; (3) through the District's website at https://www.hcwd2.org/; or (4) through the PSC's website at http://psc.ky.gov.

HARDIN COUNTY WATER DISTRICT NO. 2