LIST OF ATTACHMENTS

LAUREL COUNTY WATER DISTRICT #2

1. **Customer Notice of proposed rate adjustments**
2. **Reasons for application**
3. **Current and proposed rates**
4. **Statement of Adjusted Operations and Revenue Requirement with the following attachments:**
   i. **Refences**
   ii. **Table A – Depreciation Expense Adjustments**
   iii. **Table B – Debt Service Schedule**
5. **Current Rates Billing Analysis**
6. **Proposed Rates Billing Analysis**
7. **Depreciation Schedule – 2024 (excel file)**
8. **Board Resolution**
9. **Statements of Disclosure of Related Party Transaction**
10. **RD Promissory note and amortization schedule**
11. **Bond Resolutions**
12. **Rate Study (excel file)**

Attachment #1

NOTICE

Notice is hereby given that Laurel County Water District #2 expects to file an application with the Public Service Commission on or about November 1, 2025, seeking approval of a proposed adjustment to its rates for water service. The proposed rates shall not become effective until the Public Service Commission has issued an order approving these rates or six (6) months from the date of the filing of the application, whichever occurs first.

CURRENT AND PROPOSED RATES

Laurel County Water District #2

			Current		Proposed		Difference	
5/8 Inch Meter			Current		Proposed		Difference	
First	1,000	Gallons	$15.00	per month	$17.36	per month	$2.36	15.75%
Next	99,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
1 Inch Meter			Current		Proposed		Difference	
First	5,000	Gallons	$38.44	per month	$44.49	per month	$6.05	15.75%
Next	95,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
1-1/2 Inch Meter			Current		Proposed		Difference	
First	10,000	Gallons	$67.74	per month	$78.41	per month	$10.67	15.75%
Next	90,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
2 Inch Meter			Current		Proposed		Difference	
First	20,000	Gallons	$126.34	per month	$146.24	per month	$19.90	15.75%
Next	80,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
3 Inch Meter			Current		Proposed		Difference	
First	30,000	Gallons	$184.94	per month	$214.07	per month	$29.13	15.75%
Next	70,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
4 Inch Meter			Current		Proposed		Difference	
First	50,000	Gallons	$302.14	per month	$349.73	per month	$47.59	15.75%
Next	50,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
Campground Heights (buildings 1-8)			Current		Proposed		Difference	
First	4,000	Gallons	$51.86	per month	$60.03	per month	$8.17	15.75%
Next	96,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
Campground Heights (buildings 9)			Current		Proposed		Difference	
First	5,000	Gallons	$38.42	per month	$44.47	per month	$6.05	15.75%
Next	95,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
Manenterprises, LLC, (MT. Hll Apartments)			Current		Proposed		Difference	
First	22,000	Gallons	$273.07	per month	$316.08	per month	$43.01	15.75%
Next	78,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
KTR, LLC (Emma's Place Apart.)			Current		Proposed		Difference	
First	49,000	Gallons	$604.88	per month	$700.15	per month	$95.27	15.75%
Next	51,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
Chestnut Green(Pine Grove #2 Apart.)			Current		Proposed		Difference	
First	26,000	Gallons	$322.23	per month	$372.98	per month	$50.75	15.75%
Next	74,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
Corban Manor Apartments			Current		Proposed		Difference	
First	200,000	Gallons	$1,118.44	per month	$1,294.59	per month	$176.15	15.75%
Over	200,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%

If the Public Service Commission approves the proposed water rates, then the effect on the average monthly bill for each customer class is set out in the table below.

Customer Class	Average Gallons per Month	Existing Bill	Proposed Water Bill	$ Change	Percentage Increase
5/8 X 3/4-Inch Meter	4,000	$ 32.58	$ 37.71	$ 5.13	15.75%
1-Inch Meter	24,000	$ 149.78	$ 173.37	$ 23.59	15.75%
1 1/2-Inch Meter	20,000	$ 126.34	$ 146.24	$ 19.90	15.75%
2-Inch Meter	60,000	$ 360.74	$ 417.56	$ 56.82	15.75%
3-Inch Meter	145,000	830.49	961.29	$ 130.80	15.75%
4-Inch Meter	1,680,000	8,858.54	10,253.72	$ 1,395.18	15.75%
Campground Heights (Buildings 1-8)	6,000	$ 63.58	$ 73.59	$ 10.01	15.75%
Campground Heights (Buildings 9)	2,000	$ 38.42	$ 44.47	$ 6.05	15.75%
Manenterprises, LLC, (MT. Hll Apartments)	62,000	$ 507.47	$ 587.40	$ 79.93	15.75%
KTR, LLC (Emma's Place Apart.)	256,000	1,719.62	1,990.46	$ 270.84	15.75%
Chestnut Green Lmtd Partnership (Pine Grove #2 Apart.)	106,000	787.25	911.25	$ 124.00	15.75%
Corban Manor Apartments	545,000	2,969.86	3,437.60	$ 467.74	15.75%

The Application may be examined at the utility's office located at 3910 South Laurel Road, London, Ky 40743; telephone (606) 878-2494.

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

A person may examine this application at the Public Service Commission offices located at 211 Sower Boulevard, Frankfort, Kentucky, 40601, Monday through Friday, 8:00 am to 4:30 pm or through the PSC website at http://psc.ky.gov. Comments regarding the application may be submitted to the PSC through its website or by mail to the Public Service Commission, Post Office Box 615, Frankfort, KY 40602. You may contact the Public Service Commission at (502) 564-3940.

A person may submit a timely written request for intervention to the Public Service Commission, Post Office Box 615, Frankfort, KY 40602, establishing the grounds for the request including the status and interest of the party. If the Public Service Commission does not receive a written request for intervention within thirty (30) days of the initial publication of this notice, the Public Service Commission may take final action on the application.

Attachment #2

Reasons for Application

Laurel County Water District #2 is requesting a 15.75 percent rate increase for all of its water customers. The rate increase will generate approximately $486,926 in additional revenue.

The District needs the rate increase for the following reasons.

1. To restore the District to a sound financial condition;
2. To enable the District to enhance its financial capacity to operate its system in compliance with the federal Safe Drinking Water Act, as amended in 1996, and KRS Chapter 151.
3. To Comply with the Public Service Commission's Final Order in Case No.2021-00385.

Attachment #3

CURRENT AND PROPOSED RATES

Laurel County Water District #2

			Current		Proposed		Difference	
5/8 Inch Meter			Current		Proposed		Difference	
First	1,000	Gallons	$15.00	per month	$17.36	per month	$2.36	15.75%
Next	99,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
1 Inch Meter			Current		Proposed		Difference	
First	5,000	Gallons	$38.44	per month	$44.49	per month	$6.05	15.75%
Next	95,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
1-1/2 Inch Meter			Current		Proposed		Difference	
First	10,000	Gallons	$67.74	per month	$78.41	per month	$10.67	15.75%
Next	90,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
2 Inch Meter			Current		Proposed		Difference	
First	20,000	Gallons	$126.34	per month	$146.24	per month	$19.90	15.75%
Next	80,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
3 Inch Meter			Current		Proposed		Difference	
First	30,000	Gallons	$184.94	per month	$214.07	per month	$29.13	15.75%
Next	70,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
4 Inch Meter			Current		Proposed		Difference	
First	50,000	Gallons	$302.14	per month	$349.73	per month	$47.59	15.75%
Next	50,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
Campground Heights (buildings 1-8)			Current		Proposed		Difference	
First	4,000	Gallons	$51.86	per month	$60.03	per month	$8.17	15.75%
Next	96,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
Campground Heights (buildings 9)			Current		Proposed		Difference	
First	5,000	Gallons	$38.42	per month	$44.47	per month	$6.05	15.75%
Next	95,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
Manenterprises, LLC, (MT. Hll Apartments)			Current		Proposed		Difference	
First	22,000	Gallons	$273.07	per month	$316.08	per month	$43.01	15.75%
Next	78,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
KTR, LLC (Emma's Place Apart.)			Current		Proposed		Difference	
First	49,000	Gallons	$604.88	per month	$700.15	per month	$95.27	15.75%
Next	51,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
Chestnut Green(Pine Grove #2 Apart.)			Current		Proposed		Difference	
First	26,000	Gallons	$322.23	per month	$372.98	per month	$50.75	15.75%
Next	74,000	Gallons	0.00586	per gallon	$0.00678	per gallon	$0.00092	15.75%
Over	1,000,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%
Corban Manor Apartments			Current		Proposed		Difference	
First	200,000	Gallons	$1,118.44	per month	$1,294.59	per month	$176.15	15.75%
Over	200,000	Gallons	0.00523	per gallon	$0.00605	per gallon	$0.00082	15.75%

Attachment #4

SCHEDULE OF ADJUSTED OPERATIONS

Laurel County Water District #2

	2024 Test Year	Adjustments	Ref.	Proforma
Operating Revenues				
Residential Metered Sales	$ 2,174,947	$ 40,198	A	$ 2,215,145
Comercial Metered Sales	586,546			586,546
Indutrial Metered Sales	289,496			289,496
Other Water Revenues:				-
Forfeited Discounts				-
Miscellaneous Service Revenues	206,503	-		206,503
Other Water Revenues		-		-
Total Operating Revenues	3,257,492	40,198		3,297,690
Operating Expenses				
Operation and Maintenance				
Salaries and Wages - Employees	1,117,626			
		100,680	B	
		(16,994)	C	1,201,312
Salaries and Wages - Officers	30,000	-		30,000
Employee Pensions and Benefits	403,483			
		(1,697)	D	
		(10,940)	E	
				390,846
Purchased Water	46	-		46
Purchased Power	206,981	-		206,981
Chemicals	100,110			100,110
Materials and Supplies	210,769	(39,653)	C	
				171,116
Contractual Services - Eng.	1,155			1,155
Accounting	12,900			12,900
Legal	4,007			4,007
Water Testing	29,754			29,754
Other	18,496			18,496
Rental of Equipment	864			864
Transportation Expenses	62,370			62,370
Insurance - Other				
Insurance - Gen. Liab.	34,657			34,657
Insurance - Worker's Compensation	8,207			8,207
Bad Debt	22,370			22,370
Miscellaneous Expenses	88,334			88,334
Total Operation and Mnt. Expenses	2,352,129	31,395		2,383,524
Amortization Expense	5,849	3,112	F	8,961
Depreciation Expense	682,966	(718)	G	
		76,481	H	758,729
Taxes Other Than Income	89,326	6,169	I	95,495
Total Operating Expenses	3,130,270	116,439		3,246,709
Gains(Losses) from disposition of property				
Total Utility Operating Income	$ 127,222			$ 50,981

REVENUE REQUIREMENTS USING DEBT SERVICE COVERAGE METHOD

				Ref.	
Pro Forma Operating Expenses					$ 3,246,709
Plus:	Average Annual Principal and Interest Payments			J	563,325
	Additional Working Capital			K	112,665
Total Revenue Requirement					3,922,699
Less:	Other Operating Revenue				206,503
	Nonutility Income	16,331			16,331
	Interest and Dividend Income	121,752	-		121,752
Revenue Required From Sales of Water					3,578,113
Less:	Revenue from Sales with Present Rates				3,091,187
	Sales for Resale				-
Required Revenue Increase					$ 486,926
Percent Increase					15.75%

References

A Adjustment to revenues to match billing analysis with current rates.

B Since 2024, there have been increase in wage rates, employee turnover and an additional employee, resulting in an annual wage increase of $100,680.

C The utility collected $56,647 in tapping fees in 2024. These taps were installed by the utility and were recorded as labor and material expenses. Labor expense has been reduced by $16,994 or 30% of the tapping fees while materials and supplies expense has been reduced by $39,653 or 70% of the tapping fees.

D Decrease in Health and Life insurance.

E Decrease in pension expense to reflect change in salaries and current contribution rates.

F Increase amortization expense by $3,112. Recovery of Rate Case Expense, KRWA consulting fees in the amount of $9,335 amortized over a three year period for the current project($9,335/3yrs= $3,112).

G Decrease to Depereciation reported in 2024 annual report to LCWD #2 May 9, 2025 Depreciation History Report total.

H The PSC requires adjustments to a water utility's depreciation expense when asset lives fall outside the ranges recommended by NARUC in its publication titled "Depreciation Practices for small utilities". Therefore, adjustments are included to bring asset lives to the midpoint of the recommended ranges, depreciation expense was increase by $76,481. See Table A.

I Increased wages results in an increase to payroll taxes of $6,169.

J Revenue requirements were computed using the Debt Service Coverage Method. Annual debt service payments for the utility's debt are shown in Table B. the five-year average of these payments $563,325 is added in the revenue requirement calculation.

K The amount of $112,665 is included in the revenue requirement as additional working capital. The amount shown in Table B for coverage on long term debt is required by the utility's loan documents.

Table A
DEPRECIATION EXPENSE ADJUSTMENTS
Laurel County Water District #2
1/1/24 - 12/31/24

Asset	Date in Service	Original Cost *	Reported Life	Reported Depr. Exp.	Proforma Life	Proforma Depr. Exp.	Depreciation Expense Adjustment
General Plant							
Structures & Improvements	various	445,769	varies	11,006.64	37.5	11,887.18	880.54
Communication & Computer Eqmt.	various	110,567	varies	7,656.60	10.0	11,056.66	3,400.06
Office Furniture & Equipment	various	71,409	varies	2,055.21	22.5	3,173.75	1,118.54
Power Operated Equipment	various	500,189	varies	27,955.26	12.5	40,015.13	12,059.87
Tools, Shop, & Garage Equipment	various	92,189	varies	3,946.34	17.5	5,267.94	1,321.60
Pumping Plant							
Structures & Improvements	various	8,794	varies	95.51	37.5	234.51	139.00
Telemetry	various	48,310	40.00	4,831.02	10.0	4831.00	(0.02)
Pumping Equipment	various	379,933	varies	10,192.61	20.0	18,996.65	8,804.04
Transmission & Distribution Plant							
Hydrants	various	94,491	varies	1,716.55	50.0	1,889.82	173.27
Transmission & Distribution Mains	various	11,232,090	varies	205,765.87	62.5	179,713.45	(26,052.42)
Meter Installations	various	346,479	varies	7,352.27	45.0	7,699.53	347.26
Meter Change-outs	various	1,285,717	varies	33,112.37	15.0	85,714.44	52,602.07
Pump Equipment	various	6,830	varies	273.24	20.0	341.50	68.26
Tank Fence	various	25,978	20.00	668.61	37.5	692.74	24.13
Services	various	672,865	varies	16,696.51	40.0	16,821.61	125.10
Reservoirs & Tanks	various	4,544,459	varies	113,611.56	45.0	100,987.99	(12,623.57)
Tank Painting & Repairs	various	113,318	varies	2,596.88	15.0	7,554.55	4,957.67
Transportation Equipment							
Entire Group	Various	114,124	varies	15,971.38	7.0	16,303.39	332.01
Water Treatment Plant							
Structures and Improvements	Various	9,114,887	varies	214,589.98	37.5	243,063.67	28,473.69
Water Treatment Equipment	Various	68,301	varies	2,153.44	27.5	2,483.69	330.25
TOTALS for Depreciation Expense 2024		**29,276,699**		**$ 682,248**		**$ 758,729**	**$ 76,481**

* Includes only costs associated with assets that contributed to depreciation expense in the test year.

Table B

DEBT SERVICE SCHDULE

Laurel County Water District #2

CY 2026 - 2030

	CY 2026		CY 2027		CY 2028		CY 2029		CY 2030		
	Principal	Interest & Fees	Principal	Interest & Fees	Principal	Interest & Fees	Principal	Interest & Fees	Principal	Interest & Fees	TOTALS
KIA B	9,398.00	85.00									$ 9,483
KIA B19-005	14,133	2,602	14,204	2,503	14,274	2,405	14,346	2,305	14,418	2,203	83,393
KRWFC-WRB2010A	160,000	148,812	165,000	141,906	175,000	134,681	180,000	127,137	190,000	119,268	1,541,804
USDA-RD-WRB2010B	48,000	54,450	50,000	53,010	51,500	51,510	53,000	49,965	55,000	48,375	514,810
USDA-RD-Series 2018	24,000	32,574	24,500	31,907	25,000	31,226	26,000	30,525	26,500	29,803	282,035
USDA-RD-Series 2020A	35,500	29,444	36,000	28,823	36,500	28,193	37,000	27,554	38,000	26,906	323,920
USDA-RD-Series 2020B	6,500	5,574	7,000	5,460	7,000	5,338	7,000	5,215	7,000	5,093	61,180
TOTALS	**297,531**	**273,541**	**296,704**	**263,609**	**309,274**	**253,353**	**317,346**	**242,701**	**330,918**	**231,648**	**2,816,625**

Average Annual Principal & Interest	**$ 563,325**
Average Annual Coverage	**$ 112,665**

Attachment #5

BILLING ANALYSIS WITH 2024 USAGE & EXISTING RATES
Laurel County Water District #2

SUMMARY

COMPONENT	BILLS	GALLONS	REVENUE	
5/8 X 3/4-Inch Meter	**75,135**	**280,728,652**	**$ 2,372,128.00**	
1-Inch Meter	**541**	**12,765,680**	**82,726.00**	
1 1/2-Inch Meter	**96**	**1,852,100**	**12,814.00**	
2-Inch Meter	**287**	**17,251,310**	**112,462.00**	
3-Inch Meter	**36**	**5,223,800**	**31,066.00**	
4-Inch Meter	**48**	**80,626,400**	**427,798.00**	
Campground Heights (Buildings 1-8)	**96**	**592,350**	**6,305.00**	
Campground Heights (Buildings 9)	**12**	**19,740**	**462.00**	
Manenterprises, LLC, (MT. Hll Apartme	**12**	**740,000**	**6,066.00**	
KTR, LLC (Emma's Place Apart.)	**12**	**3,074,800**	**20,650.00**	
Chestnut Green Lmtd Partnership (Pine	**12**	**1,270,300**	**9,196.00**	
Corban Manor Apartments	**12**	**6,560,600**	**35,181.00**	
LESS ADJUSTMENTS			(25,666.51)	
NET METERED WATER SALES			3,091,187	
Reported 2024 metered sales			3,050,989	
DIFFERENCE			40,198	A

CONSUMPTION BY RATE INCREMENT — **5/8 INCH METER**

	USAGE	BILLS	GALLONS	First 1,000	Next 99,000	Over 100,000	Total
First	1,000	11,491	4,473,254	4,473,254			4,473,254
Next	99,000	63,632	273,786,532	63,632,000	210,154,532		273,786,532
Over	100,000	12	2,468,866	12,000	1,188,000	1,268,866	2,468,866
		75,135	280,728,652	68,117,254	211,342,532	1,268,866	280,728,652

REVENUE BY RATE INCREMENT — **5/8 INCH METER**

Effective 3/6/24

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	1,000	75,135	68,117,254	$ 15.00	per month	1,127,025
Next	99,000		211,342,532	0.00586	per gallon	1,238,467
Over	100,000		1,268,866	0.00523	per gallon	6,636
			280,728,652			$ 2,372,128.00

CONSUMPTION BY RATE INCREMENT — **1 INCH METER**

	USAGE	BILLS	GALLONS	First 5,000	Next 95,000	Over 100,000	Total
First	5,000	303	527,660	527,660			527,660
Next	95,000	196	3,576,400	980,000	2,596,400		3,576,400
Over	100,000	42	8,661,620	210,000	3,990,000	4,461,620	8,661,620
		541	12,765,680	1,717,660	6,586,400	4,461,620	12,765,680

REVENUE BY RATE INCREMENT — **1 INCH METER**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	5,000	541	1,717,660	$ 38.44	per month	20,796.00
Next	95,000		6,586,400	0.00586	per gallon	38,596.00
Over	100,000		4,461,620	0.00523	per gallon	23,334.00
			12,765,680			$ 82,726.00

CONSUMPTION BY RATE INCREMENT — **1 1/2 INCH METER**

	USAGE	BILLS	GALLONS	First 10,000	Next 90,000	Over 100,000	Total
First	10,000.00	45	261,200	261,200			261,200
Next	90,000.00	50	1,454,000	500,000	954,000		1,454,000
Over	100,000.00	1	136,900	10,000	90,000	36,900	136,900
		96	1,852,100	771,200	1,044,000	36,900	1,852,100

REVENUE BY RATE INCREMENT — **1 1/2 INCH METER**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	10,000.00	96	771,200	$ 67.74	per month	6,503
Next	90,000.00		1,044,000	0.00586	per gallon	6,118
Over	100,000.00		36,900	0.00523	per gallon	193
			1,852,100			12,814

CONSUMPTION BY RATE INCREMENT — **2 INCH METER**

	USAGE	BILLS	GALLONS	First 20,000	Next 80,000	Over 100,000	Total
First	20,000.00	176	920,550	920,550			920,550
Next	80,000.00	77	2,632,760	1,540,000	1,092,760		2,632,760
Over	100,000.00	34	13,698,000	680,000	2,720,000	10,298,000	13,698,000
		287	17,251,310	3,140,550	3,812,760	10,298,000	17,251,310

REVENUE BY RATE INCREMENT — **2 INCH METER**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	20,000.00	287	3,140,550	$ 126.34	per month	36,260
Next	80,000.00		3,812,760	0.00586	per gallon	22,343
Over	100,000.00		10,298,000	0.00523	per gallon	53,859
			17,251,310			112,462

CONSUMPTION BY RATE INCREMENT — **3 INCH METER**

	USAGE	BILLS	GALLONS	First 30,000	Next 70,000	Over 100,000	Total
First	30,000.00	12	28,600	28,600			28,600
Next	70,000.00	3	210,200	90,000	120,200		210,200
Over	100,000.00	21	4,985,000	630,000	1,470,000	2,885,000	4,985,000
		36	5,223,800	748,600	1,590,200	2,885,000	5,223,800

REVENUE BY RATE INCREMENT — **3 INCH METER**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	30,000.00	36	748,600	$ 184.94	per month	6,658
Next	70,000.00		1,590,200	0.00586	per gallon	9,319
Over	100,000.00		2,885,000	0.00523	per gallon	15,089
			5,223,800			31,066

CONSUMPTION BY RATE INCREMENT — **4 INCH METER**

	USAGE	BILLS	GALLONS	First 50,000	Next 50,000	Over 100,000	Total
First	50,000	12	19,300	19,300			19,300
Next	50,000			-	-		-
Over	100,000	36	80,607,100	1,800,000	1,800,000	77,007,100	80,607,100
		48	80,626,400	1,819,300	1,800,000	77,007,100	80,626,400

REVENUE BY RATE INCREMENT — **4 INCH METER**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	50,000	48	1,819,300	$ 302.14	per month	14,503
Next	50,000		1,800,000	0.00586	per gallon	10,548
Over	100,000		77,007,100	0.00523	per gallon	402,747
			80,626,400			427,798

CONSUMPTION BY RATE INCREMENT — **Campground Heights (Bldg 1-8)**

	USAGE	BILLS	GALLONS	First 4,000	Next 96,000	Over 100,000	Total
First	4,000	21	66,030	66,030			66,030
Next	96,000	75	526,320	300,000	226,320		526,320
Over	100,000	-		-	-	-	-
		96	592,350	366,030	226,320	-	592,350

REVENUE BY RATE INCREMENT — **Campground Heights (Bldg 1-8)**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	4,000	96	366,030	$ 51.86	per month	4,979
Next	96,000		226,320	0.00586	per gallon	1,326
Over	100,000		-	0.00523	per gallon	-
			592,350			6,305

CONSUMPTION BY RATE INCREMENT — **Campground Heights (Bldg 9)**

	USAGE	BILLS	GALLONS	First 5,000	Next 95,000	Over 100,000	Total
First	5,000	11	14,500	14,500			14,500
Next	95,000	1	5,240	5,000	240		5,240
Over	100,000			-	-	-	-
		12	19,740	19,500	240	-	19,740

REVENUE BY RATE INCREMENT — **Campground Heights (Bldg 9)**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	5,000	12	19,500	$ 38.42	per month	461
Next	95,000		240	0.00586	per gallon	1
Over	100,000		-	0.00523	per gallon	-
			19,740			462

CONSUMPTION BY RATE INCREMENT — **Manenterprises, LLC, (MT. Hll Apar**

	USAGE	BILLS	GALLONS	First 22,000	Next 78,000	Over 100,000	Total
First	22,000	-		-			-
Next	78,000	12	740,000	264,000	476,000		740,000
Over	100,000			-	-	-	-
		12	740,000	264,000	476,000	-	740,000

REVENUE BY RATE INCREMENT — **Manenterprises, LLC, (MT. Hll Apar**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	22,000	12	264,000	$ 273.07	per month	3,277
Next	78,000		476,000	0.00586	per gallon	2,789
Over	100,000		-	0.00523	per gallon	-
			740,000			6,066

CONSUMPTION BY RATE INCREMENT — **KTR, LLC (Emma's Place Apart.)**

	USAGE	BILLS	GALLONS	First 49,000	Next 51,000	Over 100,000	Total
First	49,000			-			-
Next	51,000			-	-		-
Over	100,000	12	3,074,800	588,000	612,000	1,874,800	3,074,800
		12	3,074,800	588,000	612,000	1,874,800	3,074,800

REVENUE BY RATE INCREMENT — **KTR, LLC (Emma's Place Apart.)**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	49,000	12	588,000	$ 604.88	per month	7,259
Next	51,000		612,000	0.00586	per gallon	3,586
Over	100,000		1,874,800	0.00523	per gallon	9,805
			3,074,800			20,650

CONSUMPTION BY RATE INCREMENT — **Chestnut Green Lmtd Partnership (**

	USAGE	BILLS	GALLONS	First 26,000	Next 74,000	Over 100,000	Total
First	26,000			-			-
Next	74,000	10	615,300	260,000	355,300		615,300
Over	100,000	2	655,000	52,000	148,000	455,000	655,000
		12	1,270,300	312,000	503,300	455,000	1,270,300

REVENUE BY RATE INCREMENT — **Chestnut Green Lmtd Partnership (**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	26,000	12	312,000	$ 322.23	per month	3,867
Next	74,000		503,300	0.00586	per gallon	2,949
Over	100,000		455,000	0.00523	per gallon	2,380
			1,270,300			9,196

CONSUMPTION BY RATE INCREMENT — **Corban Manor Apartments**

	USAGE	BILLS	GALLONS	First 200,000	Over 200,000	Total
First	200,000			-		-
Over	200,000	12	6,560,600	2,400,000	4,160,600	6,560,600
		12	6,560,600	2,400,000	4,160,600	6,560,600

REVENUE BY RATE INCREMENT — **Corban Manor Apartments**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	200,000	12	2,400,000	$ 1,118.44	per month	13,421
Over	200,000		4,160,600	0.00523	per gallon	21,760
			6,560,600			35,181

Attachment #6

PROPOSED BILLING ANALYSIS WITH 2024 USAGE & PROPOSED RATES
Laurel County Water District #2

SUMMARY

COMPONENT	BILLS	GALLONS	REVENUE
5/8 X 3/4-Inch Meter	**75,135**	**280,728,652**	**$ 2,745,786.00**
1-Inch Meter	**541**	**12,765,680**	**95,756.00**
1 1/2-Inch Meter	**96**	**1,852,100**	**14,831.00**
2-Inch Meter	**287**	**17,251,310**	**130,174.00**
3-Inch Meter	**36**	**5,223,800**	**35,957.00**
4-Inch Meter	**48**	**80,626,400**	**495,174.00**
Campground Heights (Buildin	**96**	**592,350**	**7,298.00**
Campground Heights (Buildin	**12**	**19,740**	**536.00**
Manenterprises, LLC, (MT. Hll	**12**	**740,000**	**7,022.00**
KTR, LLC (Emma's Place Apart	**12**	**3,074,800**	**23,902.00**
Chestnut Green Lmtd Partner	**12**	**1,270,300**	**10,644.00**
Corban Manor Apartments	**12**	**6,560,600**	**40,722.00**
LESS ADJUSTMENTS			(25,666.51)
NET METERED WATER SALES			3,582,135
Revenue Required From Sales of Water			3,578,113
DIFFERENCE			4,022

CONSUMPTION BY RATE INCREMENT **5/8 INCH METER**

	USAGE	BILLS	GALLONS	First 1,000	Next 99,000	Over 100,000	Total
First	1,000	11,491	4,473,254	4,473,254			4,473,254
Next	99,000	63,632	273,786,532	63,632,000	210,154,532		273,786,532
Over	100,000	12	2,468,866	12,000	1,188,000	1,268,866	2,468,866
		75,135	280,728,652	68,117,254	211,342,532	1,268,866	280,728,652

REVENUE BY RATE INCREMENT **5/8 INCH METER**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	1,000	75,135	68,117,254	$ 17.36	per month	1,304,569
Next	99,000		211,342,532	0.00678	per gallon	1,433,536
Over	100,000		1,268,866	0.00605	per gallon	7,681
			280,728,652			$ 2,745,786.00

CONSUMPTION BY RATE INCREMENT **1 INCH METER**

	USAGE	BILLS	GALLONS	First 5,000	Next 95,000	Over 100,000	Total
First	5,000	303	527,660	527,660			527,660
Next	95,000	196	3,576,400	980,000	2,596,400		3,576,400
Over	100,000	42	8,661,620	210,000	3,990,000	4,461,620	8,661,620
		541	12,765,680	1,717,660	6,586,400	4,461,620	12,765,680

REVENUE BY RATE INCREMENT **1 INCH METER**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	5,000	541	1,717,660	$ 44.49	per month	24,071.00
Next	95,000		6,586,400	0.00678	per gallon	44,676.00
Over	100,000		4,461,620	0.00605	per gallon	27,009.00
			12,765,680			$ 95,756.00

CONSUMPTION BY RATE INCREMENT **1 1/2 INCH METER**

	USAGE	BILLS	GALLONS	First 10,000	Next 90,000	Over 100,000	Total
First	10,000.00	45	261,200	261,200			261,200
Next	90,000.00	50	1,454,000	500,000	954,000		1,454,000
Over	100,000.00	1	136,900	10,000	90,000	36,900	136,900
		96	1,852,100	771,200	1,044,000	36,900	1,852,100

REVENUE BY RATE INCREMENT **1 1/2 INCH METER**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	10,000.00	96	771,200	$ 78.41	per month	7,527
Next	90,000.00		1,044,000	0.00678	per gallon	7,081
Over	100,000.00		36,900	0.00605	per gallon	223
			1,852,100			14,831

CONSUMPTION BY RATE INCREMENT — **2 INCH METER**

	USAGE	BILLS	GALLONS	First 20,000	Next 80,000	Over 100,000	Total
First	20,000.00	176	920,550	920,550			920,550
Next	80,000.00	77	2,632,760	1,540,000	1,092,760		2,632,760
Over	100,000.00	34	13,698,000	680,000	2,720,000	10,298,000	13,698,000
		287	17,251,310	3,140,550	3,812,760	10,298,000	17,251,310

REVENUE BY RATE INCREMENT — **2 INCH METER**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	20,000.00	287	3,140,550	$ 146.24	per month	41,971
Next	80,000.00		3,812,760	0.00678	per gallon	25,862
Over	100,000.00		10,298,000	0.00605	per gallon	62,341
			17,251,310			130,174

CONSUMPTION BY RATE INCREMENT — **3 INCH METER**

	USAGE	BILLS	GALLONS	First 30,000	Next 70,000	Over 100,000	Total
First	30,000.00	12	28,600	28,600			28,600
Next	70,000.00	3	210,200	90,000	120,200		210,200
Over	100,000.00	21	4,985,000	630,000	1,470,000	2,885,000	4,985,000
		36	5,223,800	748,600	1,590,200	2,885,000	5,223,800

REVENUE BY RATE INCREMENT — **3 INCH METER**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	30,000.00	36	748,600	$ 214.07	per month	7,706
Next	70,000.00		1,590,200	0.00678	per gallon	10,786
Over	100,000.00		2,885,000	0.00605	per gallon	17,465
			5,223,800			35,957

CONSUMPTION BY RATE INCREMENT — **4 INCH METER**

	USAGE	BILLS	GALLONS	First 50,000	Next 50,000	Over 100,000	Total
First	50,000	12	19,300	19,300			19,300
Next	50,000			-	-		-
Over	100,000	36	80,607,100	1,800,000	1,800,000	77,007,100	80,607,100
		48	80,626,400	1,819,300	1,800,000	77,007,100	80,626,400

REVENUE BY RATE INCREMENT — **4 INCH METER**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	50,000	48	1,819,300	$ 349.73	per month	16,787
Next	50,000		1,800,000	0.00678	per gallon	12,209
Over	100,000		77,007,100	0.00605	per gallon	466,178
			80,626,400			495,174

CONSUMPTION BY RATE INCREMENT — **Campground Heights (Bldg 1-8)**

	USAGE	BILLS	GALLONS	First 4,000	Next 96,000	Over 100,000	Total
First	4,000	21	66,030	66,030			66,030
Next	96,000	75	526,320	300,000	226,320		526,320
Over	100,000	-		-	-	-	-
		96	592,350	366,030	226,320	-	592,350

REVENUE BY RATE INCREMENT — **Campground Heights (Bldg 1-8)**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	4,000	96	366,030	$ 60.03	per month	5,763
Next	96,000		226,320	0.00678	per gallon	1,535
Over	100,000		-	0.00605	per gallon	-
			592,350			7,298

CONSUMPTION BY RATE INCREMENT **Campground Heights (Bldg 9)**

	USAGE	BILLS	GALLONS	First 5,000	Next 95,000	Over 100,000	Total
First	5,000	11	14,500	14,500			14,500
Next	95,000	1	5,240	5,000	240		5,240
Over	100,000			-	-	-	-
		12	19,740	19,500	240	-	19,740

REVENUE BY RATE INCREMENT **Campground Heights (Bldg 9)**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	5,000	12	19,500	$ 44.47	per month	534
Next	95,000		240	0.00678	per gallon	2
Over	100,000		-	0.00605	per gallon	-
			19,740			536

CONSUMPTION BY RATE INCREMENT **Manenterprises, LLC, (MT. Hll Apart**

	USAGE	BILLS	GALLONS	First 22,000	Next 78,000	Over 100,000	Total
First	22,000	-		-			-
Next	78,000	12	740,000	264,000	476,000		740,000
Over	100,000			-	-	-	-
		12	740,000	264,000	476,000	-	740,000

REVENUE BY RATE INCREMENT **Manenterprises, LLC, (MT. Hll Apart**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	22,000	12	264,000	$ 316.08	per month	3,793
Next	78,000		476,000	0.00678	per gallon	3,229
Over	100,000		-	0.00605	per gallon	-
			740,000			7,022

CONSUMPTION BY RATE INCREMENT **KTR, LLC (Emma's Place Apart.)**

	USAGE	BILLS	GALLONS	First 49,000	Next 51,000	Over 100,000	Total
First	49,000			-			-
Next	51,000			-	-		-
Over	100,000	12	3,074,800	588,000	612,000	1,874,800	3,074,800
		12	3,074,800	588,000	612,000	1,874,800	3,074,800

REVENUE BY RATE INCREMENT **KTR, LLC (Emma's Place Apart.)**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	49,000	12	588,000	$ 700.15	per month	8,402
Next	51,000		612,000	0.00678	per gallon	4,151
Over	100,000		1,874,800	0.00605	per gallon	11,349
			3,074,800			23,902

CONSUMPTION BY RATE INCREMENT **Chestnut Green Lmtd Partnership (I**

	USAGE	BILLS	GALLONS	First 26,000	Next 74,000	Over 100,000	Total
First	26,000			-			-
Next	74,000	10	615,300	260,000	355,300		615,300
Over	100,000	2	655,000	52,000	148,000	455,000	655,000
		12	1,270,300	312,000	503,300	455,000	1,270,300

REVENUE BY RATE INCREMENT **Chestnut Green Lmtd Partnership (I**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	26,000	12	312,000	$ 372.98	per month	4,476
Next	74,000		503,300	0.00678	per gallon	3,414
Over	100,000		455,000	0.00605	per gallon	2,754
			1,270,300			10,644

CONSUMPTION BY RATE INCREMENT **Corban Manor Apartments**

	USAGE	BILLS	GALLONS	First 200,000	Over 200,000	Total
First	200,000			-		-
Over	200,000	12	6,560,600	2,400,000	4,160,600	6,560,600
		12	6,560,600	2,400,000	4,160,600	6,560,600

REVENUE BY RATE INCREMENT **Corban Manor Apartments**

	USAGE	BILLS	GALLONS	RATE		REVENUE
First	200,000	12	2,400,000	$ 1,294.59	per month	15,535
Over	200,000		4,160,600	0.00605	per gallon	25,187
			6,560,600			40,722

Attachment #7

(see file Attachment_7_LCWD#2_Depreciation_Schedule_2024.xls)

Attachment #8

(see file Attachment_8_Resolution_2025_Rate_Case.pdf)

Attachment #9

(see the attached file titled, Attachment_9_Related_party_Disclosures.pdf)

Attachment #10

(see the attached file titled, Attachment_10_Amortization_Schedules.pdf)

Attachment #11

(see the attached file, Attachment_11_Outstanding_Debt_Instruments.pdf)

Attachment #12

(see the attached file, Attachment_12_LCWD#2_Rate Study_25-353.xlsx)