

RESOLUTION, OF THE BOARD OF COMMISSIONERS OF THE BLACK MOUNTAIN UTILITY DISTRICT PROPOSING ADJUSTMENTS TO ITS WATER RATES AND CHARGES AND AUTHORIZING ITS CHAIRMAN TO FILE AN APPLICATION WITH THE PSC SEEKING APPROVAL OF THE PROPOSED RATE ADJUSTMENT

WHEREAS, the Black Mountain Utility District (“District”) is a water district created and organized under the provisions of KRS Chapter 74. The District is subject to the jurisdiction of the Kentucky Public Service Commission (“PSC”);

WHEREAS, prudent financial management dictates that the District take appropriate action to adjust its water rates and charges; and

WHEREAS, KRS 278.180 and 807 KAR 5:076 provide the legal mechanism for the District to propose adjustments to its water rates and charges;

NOW, THEREFORE, IT IS HEREBY RESOLVED BY THE BOARD OF COMMISSIONERS OF BLACK MOUNTAIN UTILITY DISTRICT 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 District proposes to adjust its monthly water rates and charges as set forth in **Appendix A**, which is attached hereto and is incorporated herein by reference as a part of this Resolution. The proposed rates and charges set forth in **Appendix A** are subject to any minor adjustments that may be made by the PSC. The proposed rate adjustment shall not become effective until PSC approval has been obtained.

Section 3. The Chairman and General Manager are hereby authorized and directed to prepare, execute, and file with the PSC, by utilizing the Alternative Rate Adjustment Procedure for Small

Utilities set forth in 807 KAR 5:076, an Alternative Rate Filing ("ARF") Application, Tariff Sheets, and all other documents that may be required by the PSC.

Section 4. The Chairman, General Manager, and all others to whom the Chairman may delegate certain responsibilities 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 this Resolution.

Section 5. This Resolution shall take effect upon its adoption.

ADOPTED BY THE COMMISSION OF THE BLACK MOUNTAIN UTILITY DISTRICT at a meeting held on February 11, 2026, signed by the Chairman, and attested by the Secretary.



CHAIRMAN

ATTEST:

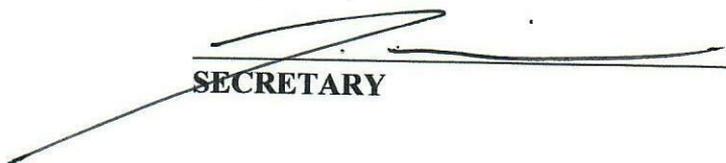


SECRETARY

CERTIFICATION

I, Secretary of the Black Mountain Utility District ("District"), do hereby certify that the foregoing is a true copy of a Resolution duly adopted by the District at a meeting properly held on February 11, 2026, signed by the Chairman of the District, attested by me as Secretary, and now in full force and effect.

WITNESS my hand this 11th day of February.



SECRETARY

CURRENT AND PROPOSED RATES
BLACK MOUNTAIN UTILITY DISTRICT

Retail Rates

<u>Monthly Water Rates:</u>		<u>Effective 2/8/26</u>		<u>Proposed</u>		<u>Difference</u>		
Division 1								
First	2,000 Gallons	\$ 28.61	Minimum Bill	\$ 30.51	Minimum Bill	\$ 1.90	6.64%	
All Over	2,000 Gallons	\$ 0.01001	Per Gallon	\$ 0.01067	Per Gallon	\$ 0.00066	6.59%	
	Monthly Debt Surcharge	\$ 4.26	Per Connection	\$ 4.26	Per Connection	\$ -	0.00%	
Division 2								
First	2,000 Gallons	\$ 28.61	Minimum Bill	\$ 30.51	Minimum Bill	\$ 1.90	6.64%	
All Over	2,000 Gallons	\$ 0.01001	Per Gallon	\$ 0.01067	Per Gallon	\$ 0.00066	6.59%	
Wholesale Rate and Leak Adjustment Rate								
	All Gallons	\$ 0.00601	Per Gallon	\$ 0.00641	Per Gallon	\$ 0.00040	6.66%	
Water Loss Reduction Surcharge*								
	Division 1	\$ 7.91	Per Bill	\$ 7.91	Per Bill	\$ -	0.00%	
	Division 2	\$ 7.91	Per Bill	\$ 7.91	Per Bill	\$ -	0.00%	

*On October 9, 2023 the Final Order in case 2022-00275 approved WLRS for 48 months until October 9, 2027 or \$319,316 collected.