

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

| | | |
|------------------|------------------------------------|-------|
| Name of Utility | North Nelson Water District | |
| Date | June 3, 2026 | |
| Address | P.O. Box 25 | |
| City, State, Zip | Cox's Creek, KY | 40013 |
| Telephone Number | 502-348-8342 | |
| Email Address | northnelsonwaterdistrict@yahoo.com | |

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 |
|--|----------------------------------|----------------------------------|
| City of Bardstown | \$3.50/1,000 Gallons | \$3.50/1,000 Gallons |
| Louisville Water Company 4 inch Meter | \$2.79/1,000 Gallons | \$2.88/1,000 Gallons |
| Louisville Water Company 6 inch Meter | \$164.67/month \$384.22/month | \$171.67/month \$400.55/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 2025 | through | April 2026 |
| | (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.


| Supplier(s) | Gallons Purchased during 12 month period |
|--|--|
| City of Bardstown | 38,368,000 |
| Louisville Water Company | 358,957,000 |
| | |
| TOTAL PURCHASES | 397,325,000 |
| | |
| 4. Total gallons sold for the 12 month period | 364,103,800 |
| | |
| 5. Increased water cost | \$ 32,586.09 |
| <p>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</p> | |
| | |
| 6. Purchased water adjustment factor | 0.0895 Rounds to 0.09 |
| <p>The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.</p> | |
| <p>Note: The purchased water adjustment factor is added to each thousand gallons sold. If the minimum usage is 2,000 gallons then the purchased water adjustment factor would be added to the minimum bill twice.</p> | |
| | |
| 7. A schedule listing the current and proposed rates is attached as Exhibit E | |
| | |
| 8. A copy of the resolution or other document of the utility's governing body authorizing the proposed rates is attached as Exhibit F | |
| | |
| 9. Proposed effective date | July 1, 2026 |
| | |
|  | |
| Signature of Utility Officer | |
| General Manager | |
| Title | |

EXHIBIT LIST

NORTH NELSON WATER DISTRICT- PURCHASED WATER ADJUSTMENT

- A. Notice of Increased Rate from Louisville Water Company
- B. Cost Increase Calculations
- C. Water Purchases
- D. Total Water Sales
- E. Customer Notice
- F. Resolution Adjusting Water Rates and Charges to Offset the Louisville Water Company Wholesale Rate Increase

EXHIBIT A



March 18, 2026

Mr. Cole Cissell
Manager
North Nelson Water District
P.O. Box 25
Cox's Creek, KY 40013

Dear Cole:

On behalf of Louisville Water Company, thank you for attending the meeting of our wholesale customers held on March 11, 2026. We hope you found the information we shared beneficial.

As previously discussed at the above meeting, the proposed wholesale commodity charge effective July 1, 2026 will be \$2.29 per thousand gallons, plus an elevated service area surcharge of \$0.59 per thousand gallons, for a total wholesale rate of \$2.88 per thousand gallons. This represents a 3.23% increase of the current rate.

We are planning to file the necessary documentation for this proposed new rate with the Public Service Commission (PSC) near the end of March. The PSC has advised us in the past that we must inform you of the proposed rate increase in the format of the notice attached on the next page, although we have already provided you notice at our wholesale customer meeting March 11, 2026.

Thank you again for attending our wholesale customer meeting. North Nelson is a valued member of this important customer group. If you have any questions or need additional information please call Patti Kaelin at 502.569.0843, or Jim Smith at 502.569.3687. I can also be reached at 502.569.3675.

Sincerely,

Spencer W. Bruce, PE
President & CEO

NOTICE

Notice is hereby given that the Louisville Water Company ("LWC") plans to file with the Public Service Commission ("PSC") on or before March 27, 2026 to increase its rates for wholesale water service to North Nelson Water District effective July 1, 2026. The proposed rates are as follows:

| | <u>Current Rate</u> | <u>New Rate</u> | <u>\$ Change</u> | <u>% Change</u> |
|--|---------------------|-----------------|------------------|-----------------|
| Monthly Service Charge (Per Meter) | | | | |
| 2" Meter | \$43.92 | \$45.79 | \$1.87 | 4.25% |
| 4" Meter | \$164.67 | \$171.67 | \$7.00 | 4.25% |
| 6" Meter | \$384.22 | \$400.55 | \$16.33 | 4.25% |
| Commodity Rate (per 1,000 gallons) | | | | |
| Volume Charge (per 1,000 gallons) | \$2.23 | \$2.29 | \$0.06 | 2.69% |
| Elevated Service Area Surcharge (per 1,000 gallons) | <u>0.56</u> | <u>0.59</u> | <u>0.03</u> | <u>5.36%</u> |
| Total Commodity Rate (per 1,000 gallons) | \$2.79 | \$2.88 | \$0.09 | 3.23% |

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



Cost Increase Calculation

Rate Increase July 1, 2025

Louisville Water Company

Current Rate

\$ 2.79/1,000 Gallons x 358,957,000 Gallons = \$ 1,001,490.03

\$ 164.67/month x 12 months (4 inch meter) = \$ 1,976.04

\$ 384.22/month x 12 months (6 inch meter) = \$ 4,610.64

Total Current Rate \$ 1,008,076.71

Rate Increase February 2, 2026

City of Bardstown

Current Rate

\$ 3.50/1,000 Gallons x 38,368,000 Gallons = \$ 134,288.00

Total Current Rate \$ 134,288.00



Louisville Water Company

New Rate

\$ 2.88/1,000 Gallons x 358,957,000 Gallons = \$ 1,033,796.16

\$ 171.67/month x 12 months (4 inch meter) = \$ 2,060.04

\$ 400.55/month x 12 months (6 inch meter) = \$ 4,806.60

Total New Rate \$ 1,040,662.80

City of Bardstown

New Rate

\$ 3.50/1,000 Gallons x 38,368,000 Gallons = \$ 134,288.00

Total New Rate \$ 134,288.00

EXHIBIT C



Total Water Purchased at New Rate

| | |
|--------------------------|------------------------|
| Louisville Water Company | \$ 1,040,662.80 |
| <u>City of Bardstown</u> | <u>\$ 134,288.00</u> |
| Total | \$ 1,174,950.80 |

Total Water Purchased at Current Rate

| | |
|--------------------------|------------------------|
| Louisville Water Company | \$ 1,008,076.71 |
| <u>City of Bardstown</u> | <u>\$ 134,288.00</u> |
| Total | \$ 1,142,364.71 |

Cost Difference Between New Rate vs. Current Rate

| | |
|---------------------|------------------------|
| New Rate | \$ 1,174,950.80 |
| <u>Current Rate</u> | <u>\$ 1,142,364.71</u> |
| Total | \$ 32,586.09 |



Purchased Water Adjustment Factor

Increased Cost of Water/Total Gallons Sold = PWA Factor

$\$32,586.09/364,103,800 = \0.0895 Rounds to $\$0.09$

North Nelson Water District
Louisville Water Company
May 2025 through April 2026

Louisville Water Co
5/2025-4/2026

| Date | Memo | Split |
|-------------------|--|--------------------------------|
| 05/12/2025 | 21,628,000 Usage Clermont 04/02-04/29/2025 | 61000 · Purchased Water |
| 05/12/2025 | 5,286,000 Usage Browningtown 05/02-05/02/2025 | 61000 · Purchased Water |
| 06/10/2025 | 17,622,000 Usage Clermont 04/29-05/30/2025 | 61000 · Purchased Water |
| 06/10/2025 | 5,937,000 Usage Browningtown 05/02-05/30/2025 | 61000 · Purchased Water |
| 07/11/2025 | 7,578,000 Usage Browningtown 5/30-7/1/2025 | 61000 · Purchased Water |
| 07/11/2025 | 21,264,000 Usage Clermont 5/30-7/1/2025 | 61000 · Purchased Water |
| 08/12/2025 | 20,689,000 Usage Clermont 7/1-7/28/2025 | 61000 · Purchased Water |
| 08/12/2025 | 7,346,000 Usage Browningtown 7/1-7/28/2025 | 61000 · Purchased Water |
| 09/10/2025 | 31,038,000 Usage Clermont 7/28-8/26/2025 | 61000 · Purchased Water |
| 09/10/2025 | 10,458,000 Usage Browningtown 7/28-9/3/2025 | 61000 · Purchased Water |
| 10/15/2025 | 21,849,000 Usage Clermont 8/26-9/25/2025 | 61000 · Purchased Water |
| 10/15/2025 | 4,785,000 Usage Browningtown 9/3-9/25/2025 | 61000 · Purchased Water |
| 11/11/2025 | 25,062,000 Usage Clermont 9/25-10/29/2025 | 61000 · Purchased Water |
| 11/11/2025 | 7,624,000 Usage Browningtown 9/25-10/27/2025 | 61000 · Purchased Water |
| 12/11/2025 | 3,791,000 Usage Browningtown 10/27-11/24/2025 | 61000 · Purchased Water |
| 12/11/2025 | 20,950,000 Usage Clermont 10/29-11/24/2025 | 61000 · Purchased Water |
| 01/15/2026 | 9,183,000 Usage Browningtown 11/24/2025 - 1/6/2026 | 61000 · Purchased Water |
| 01/15/2026 | 34,571,000 Usage Clermont 11/24/2025 - 1/6/2026 | 61000 · Purchased Water |
| 02/12/2026 | 4,634,000 Usage Browningtown 1/6-2/3/2026 | 61000 · Purchased Water |
| 02/12/2026 | 18,280,000 Usage Clermont 1/6-2/3/2026 | 61000 · Purchased Water |
| 03/17/2026 | 18,400,000 Usage Clermont 2/3-3/3/2026 | 61000 · Purchased Water |
| 03/17/2026 | 5,633,000 Usage Browningtown 2/3-3/3/2026 | 61000 · Purchased Water |
| 04/16/2026 | 6,792,000 Browningtown Usage 3/3-4/8/2026 | 61000 · Purchased Water |
| <u>04/16/2026</u> | <u>28,557,000 Clermont Usage 3/3-4/8/2026</u> | <u>61000 · Purchased Water</u> |

TOTAL GALLONS PURCHASED - 358,957,000

North Nelson Water District

City of Bardstown

May 2025 through April 2026

City of Bardstown Utilities

5/2025 - 4/30/2026

| <u>Date</u> | <u>Memo</u> | <u>Split</u> |
|-------------------|---|--------------------------------|
| 05/13/2025 | 2,859,000 Usage 3/17-4/16/2025 | 61000 · Purchased Water |
| 06/10/2025 | 3,170,000 Usage 4/16-5/19/2025 | 61000 · Purchased Water |
| 07/14/2025 | 3,519,000 Usage 5/16-6/15/2025 | 61000 · Purchased Water |
| 08/12/2025 | 3,636,000 Usage 6/18-7/15/2025 | 61000 · Purchased Water |
| 09/11/2025 | 4,239,000 Usage 7/14-8/15/2025 | 61000 · Purchased Water |
| 10/15/2025 | 4,292,000 Usage 8/15-9/16/2025 | 61000 · Purchased Water |
| 11/12/2025 | 3,493,000 Usage 9/16 - 10/16/2025 | 61000 · Purchased Water |
| 12/17/2025 | 800,000 Usage 10/16 - 11/17/2025 | 61000 · Purchased Water |
| 01/13/2026 | 2,747,000 Usage 11/17-12/15/2025 | 61000 · Purchased Water |
| 02/12/2026 | 3,388,000 Usage 12/15/2025 - 1/16/2026 | 61000 · Purchased Water |
| 03/11/2026 | 3,338,000 Usage 116 - 2/16/2026 | 61000 · Purchased Water |
| <u>04/14/2026</u> | <u>2,887,000 Usage 2/16 - 3/17/2026</u> | <u>61000 · Purchased Water</u> |
| | TOTAL GALLONS PURCHASED - | 38,368,000 |

EXHIBIT D



Total Gallons Sold

| | |
|-------------------|----------------------------|
| May 2025 | 24,299,800 Gallons |
| June 2025 | 28,669,000 Gallons |
| July 2025 | 28,210,900 Gallons |
| August 2025 | 34,670,200 Gallons |
| September 2025 | 38,181,900 Gallons |
| October 2025 | 31,437,700 Gallons |
| November 2025 | 31,082,600 Gallons |
| December 2025 | 26,443,100 Gallons |
| January 2026 | 31,293,400 Gallons |
| February 2026 | 32,606,400 Gallons |
| March 2026 | 27,356,600 Gallons |
| <u>April 2026</u> | <u>29,852,200 Gallons</u> |
| Total | 364,103,800 Gallons |

BILLING SUMMARY REPORT
SERVICE BY CLASS

| CLASS | NAME | BILLS | CHARGES | USAGE |
|-----------------|------|-------|------------|-----------------------|
| ***** | | | | |
| SERVICE: WATER | | | | |
| 01 | | 60079 | 1789661.57 | 2638349 |
| 02 | | 656 | 60342.34 | 119652 |
| 04 | | 84 | 9832.44 | 20246 |
| 05 | | 600 | 27016.25 | 46778 |
| 06 | | 72 | 1222.98 | 179 |
| 07 | | 1023 | 20359.51 | 20180 |
| 11 | | 12 | 241601.72 | 791500 |
| 12 | | 144 | 3479.74 | 4154 |
| SERVICE TOTALS: | | 62670 | 2153516.55 | 3641038 ⁰⁰ |
| GRAND TOTALS: | | 62670 | 2153516.55 | |

BILLINGS For Reporting Period: 05/2025 TO 04/2026 CLASS = ALL

* End of Report: North Nelson Water District *

EXHIBIT E

CUSTOMER NOTICE

Due to a rate increase from the Louisville Water Company, notice is hereby given that the North Nelson Water District has received approval for a Purchased Water Adjustment from the Kentucky Public Service Commission for adjusting its water rates. Customer rates will increase by \$0.09 per 1,000 gallons used. The proposed change will be effective for service rendered on and after July 1, 2026.

Monthly Water Rates

| | | Current Rates | Proposed Rates | \$ Increase | % Increase |
|-----------|--------------------|----------------------|----------------------|-------------|------------|
| First | 2,000 gallons | \$17.40 Minimum Bill | \$17.58 Minimum Bill | \$0.18 | 1.03% |
| Next | 3,000 gallons | .00536 per gallon | .00545 per gallon | \$0.00009 | 1.68% |
| Next | 5,000 gallons | .00481 per gallon | .00490 per gallon | \$0.00009 | 1.87% |
| Over | 10,000 gallons | .00444 per gallon | .00453 per gallon | \$0.00009 | 2.03% |
| Truck | loading stations | .00831 per gallon | .00840 per gallon | \$0.00009 | 1.08% |
| Bardstown | Wholesale Customer | .00306 per gallon | .00315 per gallon | \$0.00009 | 2.94% |

The Public Service Commission approved these proposed rates by Order dated _____, 2026 in Case No. 2026-00122. The increase in a customer's monthly bill will be:

| Customer | Average Usage (gals) | Monthly Bill at Current Rate | Monthly Bill at Proposed Rate | Monthly Bill Increase (\$) | Monthly Bill Increase (%) |
|----------------------|----------------------|------------------------------|-------------------------------|----------------------------|---------------------------|
| 5/8 X 3/4-Inch Meter | 5,000 | \$ 33.48 | \$ 33.93 | \$ 0.45 | 1.34 |
| 1-Inch Meter | 9,042 | \$ 52.92 | \$ 53.74 | \$ 0.82 | 1.55 |
| 1 1/2-Inch Meter | 178,308 | \$ 804.82 | \$ 820.87 | \$ 16.05 | 1.99 |
| 2-Inch Meter | 212,633 | \$ 957.22 | \$ 976.36 | \$ 19.14 | 2.00 |
| 3-Inch Meter | 49,292 | \$ 231.99 | \$ 236.42 | \$ 4.43 | 1.91 |
| 4-Inch Meter | 296,242 | \$ 1,328.44 | \$ 1,355.11 | \$ 26.67 | 2.01 |
| Bardstown | 6,340,000 | \$19,400.40 | \$19,971.00 | \$ 570.60 | 2.94 |

North Nelson Water District has available for inspection at its office the application which it submitted to the Public Service Commission. North Nelson Water District's office is located at 5555 Louisville Road, Cox's Creek, KY 40013. You may contact the office at 502-348-8342.

A person may also examine the application at the Public Service Commission's offices located at 211 Sower Boulevard, Frankfort, Kentucky, 40601, Monday through Friday, 8:00 a.m. to 4:30 p.m., or through the Public Service Commission's website at <http://psc.ky.gov>. You may contact the Public Service Commission at 502-564-3940.

EXHIBIT F

RESOLUTION NO. 2026-05-01

A RESOLUTION OF THE BOARD OF COMMISSIONERS OF THE NORTH NELSON WATER DISTRICT ADJUSTING WATER RATES AND CHARGES TO OFFSET THE LOUISVILLE WATER COMPANY WHOLESALE RATE INCREASE

WHEREAS, the Louisville Water Company (“LWC”) and the City of Bardstown (“Bardstown”) are North Nelson Water District’s (“District”) wholesale water providers;

WHEREAS, on March 24, 2026 LWC filed an application with the Kentucky Public Service Commission (“PSC”) seeking to increase the wholesale water rate that LWC charges the District from \$2.79 to \$2.88 per 1,000 gallons and seeking to increase the monthly meter fees that LWC charges the District (See PSC Case TFS2026-00116), effective July 1, 2026;

WHEREAS, based upon the water purchases from LWC during the previous 12 months, the estimated annual increased cost to the District will be \$32,586.09

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 NORTH NELSON WATER DISTRICT 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 **\$0.09** per 1,000 gallons;

Section 3. All tiers of water usage set forth in the District's existing tariff shall be increased by **\$0.09** 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, 2026.

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 NORTH NELSON WATER DISTRICT at a meeting held on May 18, 2026, signed by the Chairman, and attested by the Secretary.

ATTEST:



Robert Cecil, Chairman

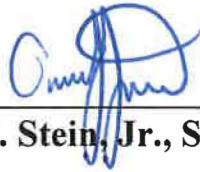


Orville J. Stein, Jr., Secretary

CERTIFICATION

I, Secretary of the North Nelson Water District (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 18, 2026, signed by the Chairman of the Commission, attested by me as Secretary, and now in full force and effect.

WITNESS my hand this 18th day of May, 2026.

A handwritten signature in blue ink, appearing to read "Orville J. Stein, Jr.", is written above a horizontal line.

Orville J. Stein, Jr., Secretary

APPENDIX A

FOR Entire Service Area
Community, Town or City

P.S.C. KY. NO. _____

Twentieth Revised SHEET NO. 2

North Nelson Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. _____

Nineteenth Revised SHEET NO. 2

Rates and Charges

Monthly Water Rates

All Meter Sizes

| | | | |
|------------------------|----------|--------------|-----|
| First 2,000 Gallons | \$ 17.58 | Minimum Bill | (I) |
| Next 3,000 Gallons | 0.00545 | Per Gallon | (I) |
| Next 5,000 Gallons | 0.00490 | Per Gallon | (I) |
| Over 10,000 Gallons | 0.00453 | Per Gallon | (I) |
| Truck Loading Stations | 0.00840 | Per Gallon | (I) |

DATE OF ISSUE May 18, 2026
Month / Date / Year

DATE EFFECTIVE July 1, 2026
Month / Date / Year

ISSUED BY /s/Colin S. Cissell
(Signature of Officer)

TITLE General Manager

By Authority Of Order Of The Public Service Commission

IN CASE NO. _____ DATED _____

AREA City of Bardstown, Kentucky

PSC KY NO. 1

2nd Revised SHEET NO. 2.1

North Nelson Water District
(Name of Utility)

CANCELLING PSC KY NO. 1

First Revised SHEET NO. 2.1

Wholesale Water Rate:

Base Fee: \$0.00288 Per Gallon (I)
Transmission Fee: \$0.00027 Per Gallon

Total Wholesale Rate: \$0.00315 Per Gallon (I)

DATE OF ISSUE May 18, 2026
Month / Date / Year

DATE EFFECTIVE July 1, 2026
Month / Date / Year

ISSUED BY /s/Colin S. Cissell
(Signature of Officer)

TITLE General Manager

By Authority Of Order Of The Public Service Commission
IN CASE NO. _____ DATED _____