| | Portions of Montgomery and FOR Clark Counties |
|---|--|
| | P.S.C. Ky. No. 2 |
| | Original Sheet No. 8 |
| / | Cancelling P.S.C. Ky. No. |
| | Sheet No |

RULES AND REGULATIONS

Section 13. Deposit.

Reid Village Water District

The District reserves the right to require that a nominal amount be placed on deposit with the District for the purpose of establishing or maintaining any customer's credit. Such amount shall not exceed two-twelfths(2/12) of the estimated annual bill of such customer. Upon the payment of said deposit, the District shall issue a certificate of deposit, showing the name of the customer, the location of the initial premises occupied by the customer and the date and amount of the deposit.

Interest will be paid on all sums held on deposit at the rate of 6% annually. The interest will be applied as a credit to the customer's bill or will be paid to the customer on an annual basis. If the deposit is refunded or credited to the customer's bill prior to the deposit anniversary date, interest will be paid or credited to the customer's bill on a pro-rated basis. If interest is not credited to the customer's bill or paid to the customer annually, interest will be computed by a method which will result in an amount no less than that obtained by using a middle course method between simple and compound interest in compliance with Commission Order dated October 31, 1989 in Case No. 89-057. Interest on deposits computed in this manner will accrue until credited to the customer's bill or paid to the customer.

Section 14. Meters.

All meters shall be installed, renewed, and maintained at the expense of the District, and the District reserves the right to determine the size and type of meter used.

It shall be the policy of the District to test each meter pursuant to Public Service Commission regulation 807 KAR 5:066, Section 17. In addition, upon written request of any customer, the miter serving said customer shall be tested by the District. Such test will be made without charge to the customer if the meter has not been tested within twelve months preceeding the requested test; otherwise, a charge of \$2.00 plus actual cost of test will be made and then only if the test indicated meter accuracy within the limits of 2%.

PUBLIC SERVICE COMMISSION OF KENTUCKY **FEFECTIVE** DATE EFFECTIVE DATE OF ISSUE June 25, 1990 July 25, .990 PURSUANT TO 807 KAP F. MIT. Month Year Month Day Year Day SECTION 9 (1) SecManager ISSUED BY Terri E. Rice Mt. Sterling, Ky. Name of Officer TitleoM Address C12-91