

JOINT OPERATION CONTRACT AMENDMENT

This is an Amendment to the Joint Operation Contract dated May 1, 2014 by and between North Shelby Water Company (hereinafter “North Shelby”) and U.S. 60 Water District of Shelby and Franklin Counties, Kentucky (hereinafter “U.S. 60”);

The Joint Operation Contract is amended in the following particulars:

Rent: Rent shall be increased to \$2,500 per month beginning May 1, 2017.

Administrative and Office Expenses: The U.S. 60 proportionate share beginning May 1, 2016 is 30.6%, and shall be 30.3% beginning May 1, 2017.

Equipment Rental: The equipment rental rate shall not change, except that the service truck mileage rate shall be 58¢ per mile beginning May 1, 2016. All other provisions in this section shall remain in force and unchanged.

Labor: The new labor rates beginning May 1, 2016 and continuing through April 30, 2017 are:

Regular time: \$26.25 per hour per worker

Overtime: \$39.38 per hour per worker

Beginning May 1, 2017, the labor rates shall be:

Regular time: \$26.83 per hour per worker

Overtime: \$40.24 per hour per worker

Consultant fees: US 60 will pay its proportionate share of any portion of any consultant fees paid by North Shelby which are directly attributable to services provided by North Shelby under this Joint Operation Contract. An example is North Shelby’s annual audit which costs twice the amount of the U.S. 60 audit. At least part of this extra cost is because North Shelby has employees and U.S. 60 does not. Each consultant will be asked to identify such services and estimate the portion of the applicable consultant bill that is attributable to such joint services.



that U.S. 60's proportionate share of that portion of the fee may be charged to U.S. 60 under this Contract.

The date for recalculating the monthly rent, U.S. 60's proportionate percentage share of the joint administrative and office expenses, the office and equipment rental rates, and the outside work crew labor rates shall be effective September 1 of each year, beginning September 1, 2018.

Except as otherwise altered by this Amendment, the original terms of the Joint Operation Contract dated May 1, 2014 shall remain in effect and unchanged.

Dated: September 19, 2017

North Shelby Water Company

By: *Jerry Rube*
President

U.S. 60 Water District

By: *Will Eggen*
Chairman

