

**Water Purchase Contract Amendment No. 2**

**THIS AGREEMENT** ("Amendment No. 2") to amend and supplement the Water Purchase Contract ("Contract") between the parties, dated August 22, 1996, and the subsequent amendment between them, dated March 12, 2012 ("Amendment"), is entered into by and between the City of Nicholasville ("Seller") and the Jessamine-South Elkhorn Water District, fka Lexington-South Elkhorn Water District, ("Purchaser") on the later of the two (2) dates of execution found at the close of this document.

**WITNESSETH:**

**WHEREAS**, the Seller and the Purchaser entered into a Contract and an Amendment, copies of which are attached hereto and designated as Attachment "1",

**WHEREAS**, Item 3 of the Amendment, dated March 12, 2012, allows for the Purchaser to pay additional fees to Seller in amounts mutually agreeable to the parties to provide for other points of delivery of water by the Seller;

**WHEREAS**, the Purchaser and the Seller have mutually agreed to another point delivery for the sale of water by the Seller and the purchase thereof by the Purchaser; and

**WHEREAS**, the parties have agreed to include an average monthly surcharge ("AMS") for water sold at a point of delivery to be constructed by the Seller along KY 29, between Heritage Subdivision and Cook Lane, the plan for which is attached hereto, incorporated by reference herein and designated as Attachment "2" ("Project").

**NOW THEREFORE**, for and in consideration of the mutual covenants contained herein, the provisions of the Contract shall be amended and/or supplemented as follows:

1. Seller agrees to construct the Project between Heritage Subdivision and Cook Lane, including the Cook Lane pump station and master meter. The Purchaser will be responsible for constructing improvements, as it deems necessary in its service territory, to connect to the Project.

2. Purchaser agrees to be billed and pay Seller on a monthly basis an AMS related to the construction of improvements as shown in Attachment "2" that will be displayed on a separate line of Purchaser's monthly water bill from Seller. The AMS may be avoided wholly or in part through the purchase of water through the Cook Lane meter as set forth in Attachment "3", which is attached hereto and incorporated by reference herein. If the Purchaser does not connect to the master meter at Cook Lane or does not purchase water, the AMS will still be due and owing. The AMS shall terminate as set forth in Attachment "3". Purchaser shall also pay the electric energy cost that is incurred to power the Cook Lane Pump Station directly to the electric energy provider.

3. Immediately upon the latest execution of this Amendment No. 2 by the parties hereto, it shall be filed with the Kentucky Public Service Commission. It is agreed that the effective date of the obligations of Seller and Purchaser under this Amendment No. 2 will begin four (4) months following the date on which it is submitted to the PSC. In the event that any administrative proceeding, litigation or inquiry, objection of any kind whatsoever is

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**EXECUTIVE DIRECTOR**  
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initiated regarding this Amendment No. 2 during this four-month period by any individual, entity or governmental body whatsoever, the effective date of this Amendment No. 2 shall be suspended until such matter is resolved such that the Project may proceed as agreed herein.

4. Seller and Purchaser understand that the water to be delivered as part of the project referenced herein to the Purchaser will be disinfected with chlorine. Similarly, Seller and Purchaser understand that any water delivered to the Seller from Kentucky American Water Company, through the Purchaser's system will be disinfected with chloramines.

5. The remaining provisions of the Contract and the Amendment, except as modified above, shall remain in full force and effect.

6. This Amendment No. 2 and the prior contracts between the parties (Contract and Amendment) shall not be more strictly construed against one party than the other merely by virtue of the fact that all were initially prepared by counsel for one of the parties, it being recognized that both of the parties had a full and fair opportunity to negotiate and review the final terms and provisions of these agreements and contribute to their substance and form.

IN WITNESS whereof, the parties hereto, acting under authority of their respective governing bodies, do hereby execute this Amendment No. 2 on the dates reflected below.

**SELLER:**

By Resolution of the Nicholasville City Commission dated April 11, 2016.

Attest:

*Johnnie Whence*  
City Clerk

City of Nicholasville

By: *Pat J. Smith*  
Mayor Date

**PURCHASER:**

By Motion of the Board of Commissioners dated June 1, 2016.

Attest:

*Thomas Beal*  
Secretary

Jessamine-South Elkhorn Water District

By: *Talina R. Mathews*  
Chairman Date

<b>KENTUCKY PUBLIC SERVICE COMMISSION</b>
<b>Talina R. Mathews</b> EXECUTIVE DIRECTOR
<i>Talina R. Mathews</i>
EFFECTIVE <b>12/3/2016</b> PURSUANT TO 807 KAR 5:011 SECTION 9 (1)

JURATS FOLLOW ON THE NEXT PAGE

COMMONWEALTH OF KENTUCKY  
COUNTY OF JESSAMINE, SCT...

Subscribed, sworn to and acknowledged before me by Peter H. Sutherland, Mayor of and for and on behalf of the City of Nicholasville, a Kentucky municipality of the third class, on ~~April~~ <sup>June</sup> 29, 2016.

My commission expires: 7/5/19

Robert French Whinn 534856  
Notary Public No.

COMMONWEALTH OF KENTUCKY  
COUNTY OF JESSAMINE, SCT.

Subscribed, sworn to and acknowledged before me by L. Nicholas Strong, Chairman of and for and on behalf of the Jessamine-South Elkhorn Water District, a Kentucky rural water district created under KRS Chapter 74 on ~~April~~ <sup>July</sup> 6, 2016.

My commission expires: 12-21-2018.

Lucille Strong 524702  
Notary Public - KY No.



# ATTACHMENT 1

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EXECUTIVE DIRECTOR**

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USDA-FHA  
Form FHA 442-30  
(Rev. 4-19-72)

WATER PURCHASE CONTRACT

This contract for the sale and purchase of water is entered into as of the 22 day of August, 19 96, between the City of Nicholasville, a Kentucky Municipal Corporation of the third class in Jessamine County, KY, 517 N. Main St. Nicholasville, KY. 40356 (Address) hereinafter referred to as the "Seller" and the Lexington-South Elkhorn Water District, a Kentucky rural water district, 200 W. Maple Street, Nicholasville, KY. 40356 (Address) hereinafter referred to as the "Purchaser",

WITNESSETH:

Whereas, the Purchaser is organized and established under the provisions of Chapter 74 of the ~~State of~~ Kentucky Revised Statute:, for the purpose of constructing and operating a water supply distribution system serving water users within the area described in Exhibit "A" attached and to accomplish this purpose, the Purchaser will require a supply of treated water, and

Whereas, the Seller owns and operates a water supply distribution system with a capacity currently capable of serving the present customers of the Seller's system and the estimated number of water users to be served by the said Purchaser as shown in the plans of the system ~~now in the possession of the Purchaser~~, and

Whereas, by in Exhibit "A" attached passage of Resolution No. \_\_\_\_\_ enacted on the \_\_\_\_\_ day of August, 19 96, by the Seller, the sale of water to the Purchaser in accordance with the provisions of the said Water Purchase Contract was approved, and the execution of this contract carrying out the said provisions by the Mayor and attested by the Secretary, was duly authorized, and

Whereas, by Motion of the Board of Commissioners of the Purchaser, enacted on the \_\_\_\_\_ day of \_\_\_\_\_, 19 \_\_\_\_\_ the purchase of water from the Seller in accordance with the terms set forth in the said Water Purchase Contract was approved, and the execution of this contract by the Chairman, and attested by the Secretary was duly authorized;

Now, therefore, in consideration of the foregoing and the mutual agreements hereinafter set forth,

A. The Seller Agrees:

1. (Quality and Quantity) To furnish the Purchaser, ~~which Purchaser agrees to buy~~ all ~~at the price of \_\_\_\_\_ per gallon~~, during the term of this contract or any renewal or extension thereof, potable treated water meeting applicable purity standards of the Natural Resources & Environmental Protection Cabinet's Division of Water in such quantity as ~~may be~~ required by the Purchaser to serve the territory, it is any east side of Jessamine County, Kentucky, as described in Exhibit "A" attached.

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FHA 442-30 (Rev. 4-19-72)  
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2. (Point of Delivery and Pressure) That water will be furnished at a reasonably constant pressure ~~XXXXXX~~

~~XX~~ from an existing sixteen (16) inch main supply at a point located on

Logan Lane and at such other points of delivery as the parties may agree.

If a greater pressure than that normally available at the point of delivery is required by the Purchaser, the cost of providing such greater pressure shall be borne by the Purchaser. Emergency failures of pressure or supply due to main supply line breaks, power failure, flood, fire and use of water to fight fire, earthquake or other catastrophe shall excuse the Seller from this provision for such reasonable period of time as may be necessary to restore service.

3. (Metering Equipment) To furnish, install, operate, and maintain at its own expense at point of delivery, the necessary metering equipment, including a meter house or pit, and required devices of standard type for properly measuring the quantity of water delivered to the Purchaser and to calibrate such metering equipment whenever requested by the Purchaser but not more frequently than once every twelve (12) months. A meter registering not more than two percent (2%) above or below the test result shall be deemed to be accurate. The previous readings of any meter disclosed by test to be inaccurate

shall be corrected for the three (3) months previous to such test in accordance with the percentage of inaccuracy found by such tests. If any meter fails to register for any period, the amount of water furnished during such period shall be deemed to be the amount of water delivered in the corresponding period immediately prior to the failure, unless Seller

and Purchaser shall agree upon a different amount. The metering equipment shall be read on a monthly basis. An appropriate official of the Purchaser at all reasonable times shall have access to the meter for the purpose of verifying its readings.

4. (Billing Procedure) To furnish the Purchaser at the above address ~~XXXXXX~~ with an itemized statement of the amount of water furnished the Purchaser during the preceding month.

B. The Purchaser Agrees:

1. (Rates and Payment Date) To pay the Seller, not later than ~~XX~~ ten (10) days <sup>after billing</sup> for water delivered in accordance with the following schedule of rates:

~~XXXXXXXXXXXXXXXXXXXX for the first XXXXXXXXXXXXXXXXXXXXXXX gallons, which amount shall be the minimum rate per month~~  
~~XXXXXXXXXXXXXXXXXXXX per 100 gallons of water in excess of XXXXXXXXXXXXXXXXXXXXXXX gallons but~~  
~~XXXX the XXXXXXXXXXXXXXXXXXXXXXX gallons~~  
~~XXXXXXXXXXXXXXXXXXXX per 100 gallons of water in excess of XXXXXXXXXXXXXXXXXXXXXXX gallons~~

Monthly service charge:

<u>Size of Meter</u> <u>inches</u>	<u>Charge</u> <u>\$</u>
3/4	3.70
1	4.15
1-1/2	4.70
2	6.25
3	17.70
4	21.90
6	31.80
8	43.05

Volume charge, per 1,000 gallons..... 1.81 (all)

Minimum bill: service charge plus volume charge for water use

of the Purchaser, the sum of \$5,000 dollars which shall cover any and all costs of the Seller for installation

of the metering equipment and any and all necessary appurtenances, including the master meter,

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C. It is further mutually agreed between the Seller and the Purchaser as follows:

1. (Term of Contract) That this contract shall extend for a term of 45 years from the date of the initial delivery of any water as shown by the first bill submitted by the Seller to the Purchaser and, thereafter may be renewed or extended for such term, or terms, as may be agreed upon by the Seller and Purchaser.

2. (Delivery of Water) That thirty (30) days prior to the estimated date of completion of construction of the Purchaser's water supply distribution system, the Purchaser will notify the Seller in writing the date for the initial delivery of water.

3. (Water for Testing) When requested by the Purchaser the Seller will make available to the contractor at the point of delivery, or other point reasonably close thereto, water sufficient for testing, flushing, and trench filling the system of the Purchaser during construction, ~~at a price to be determined by the Seller~~ provided ~~the metering equipment has been installed at that time, at a price to be determined by the Seller~~ prevailing rates which will be paid by the contractor or, on his failure to pay, by the Purchaser.

4. (Failure to Deliver) That the Seller will, at all times, operate and maintain its system in an efficient manner and will take such action as may be necessary to furnish the Purchaser with quantities of water required by the Purchaser. Temporary or partial failures to deliver water shall be remedied with all possible dispatch. In the event of an extended shortage of water, or the supply of water available to the Seller is otherwise diminished over an extended period of time, the supply of water to Purchaser's consumers shall be reduced or diminished in the same ratio or proportion as the supply to Seller's consumers is reduced or diminished.

5. (Modification of Contract) That the provisions of this contract pertaining to the schedule of rates to be paid by the Seller subject to PSC requirements and the restrictions imposed herein. the Purchaser for water delivered are subject to modification at the end of every one (1) year period/ Any increase or decrease in rates shall be based on a demonstrable increase or decrease in the costs of performance hereunder, but such costs shall not include increased capitalization of the Seller's system. Other provisions of this contract may be modified or altered by mutual agreement.

6. (Regulatory Agencies) That this contract is subject to such rules, regulations, or laws as may be applicable to similar agreements in this State and the Seller and Purchaser will collaborate in obtaining such permits, certificates, or the like, as may be required to comply therewith.

7. (Miscellaneous) That the construction of the water supply distribution system by the Purchaser is being financed by a loan made or insured by, and/or a grant from, the United States of America, acting through the Farmers Home Administration of the United States Department of Agriculture, and the provisions hereof pertaining to the undertakings of the Purchaser are conditioned upon the approval, in writing, of the State Director of the Farmers Home Administration.

8. (Successor to the Purchaser) That in the event of any occurrence rendering the Purchaser incapable of performing under this contract, any successor of the Purchaser, whether the result of legal process; assignment, or otherwise, shall succeed to the rights of the Purchaser hereunder.

9. (Option to Purchase) Should Purchaser determine that the system, as contained in the area described in Exhibit "A" attached hereto, is for sale, then the Seller shall have the right of first refusal for acquisition of all retail service rights, easements, rights-of-way, and all other assets (fixed or otherwise) within the system as described. Seller shall be notified in writing by Purchaser of any bona fide offer Purchaser may have and Seller shall have 120 days thereafter to meet such offer. If Seller does not sign a binding contract to purchase, without condition and within the allotted time, squarely matching the other offer, then Seller's right of first refusal shall automatically expire.

10. If the Purchaser is unable to obtain the RECD loan and the grant from HUD under its CDBG program within five (5) years from the date of this contract, Seller and Purchaser agree that both of them shall be automatically released from their obligations hereunder and this contract shall become void.

11. The Purchaser agrees to buy, during the term of this Contract, or any renewal or extension thereof, all potable, treated water, meeting applicable purity standards of the Natural Resources & Environmental Protection Cabinet's Division of Water in such quantity as is required to serve the territory it is annexing on the east side of Jessamine County, Kentucky, as described in Exhibit "A" attached.

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In witness whereof, the parties hereto, acting under authority of their respective governing bodies, have caused this contract to be duly executed in three (3) counterparts, each of which shall constitute an original.

Seller:

CITY OF NICHOLASVILLE

By Sam E. Corns

Title Mayor, City of Nicholasville

Attest:

Bonnie Dean

CITY CLERK ~~XXXXXX~~

Purchaser:

LEXINGTON-SOUTH ELKHORN WATER DISTRICT

By Jimmy Dean

Title Chairman

Attest:

Joy Ann Roberts  
Secretary

This contract is approved on behalf of the Farmers Home Administration this 18<sup>TH</sup> day of AUGUST,

19 98.

By Jimmy H. Hall  
Title Rural Utilities Specialist

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Southeasterly Service Area

Beginning at a point in the centerline of Chrisman Mill Road (KY 1541), said point being the northwesterly corner of PVA Parcel 071-00-00-028.00, thence easterly with the centerline of Chrisman Mill Road to the intersection of Cobb Lane, excluding PVA Parcels 083-00-00-006.00, 083-00-00-012.00 thru 083-00-00-012.02, situated westerly of Chrisman Mill Road between Logana Road and Cobb Lane, thence with the centerline of Cobb Lane to a point being due north of the northeasterly corner of PVA Parcel 083-00-00-025.01, thence due south to the northeasterly corner of PVA Parcel 083-00-00-025.01, thence southerly with the easterly property line of PVA Parcel 083-00-00-025.01 to a point in the northerly property line of PVA Parcel 092-00-00-019.00, thence easterly with the northerly property line of PVA Parcel 092-00-00-019.00 and continuing with the northerly and easterly property line of PVA Parcel 092-00-00-020.00 to the southeasterly corner of PVA Parcel 092-00-00-020.00, thence with the northerly property line of PVA Parcels 093-00-00-001.00, 093-00-00-004.00 thru 093-00-00-006.00, 093-00-00-013.00 thru 093-00-00-015.00 in a easterly direction to a point on the northerly line of PVA Parcel 093-00-00-022.00, thence with the north property line of PVA Parcel 093-00-00-022.00 in a easterly direction to the centerline of the Kentucky River, thence with the meanders of the Kentucky River in a westerly direction to Hickman Creek, thence northerly with the centerline of Hickman Creek to the southerly most corner of PVA Parcel 050-00-00-033.00, thence with the westerly property line of PVA Parcel 050-00-00-033.00 in a northeasterly direction to the southwesterly corner of PVA Parcel 050-00-00-032.00, thence with the westerly and northerly property line of PVA Parcel 050-00-00-032.00 to the southwesterly corner of PVA Parcel 050-00-00-031.00, thence with the westerly property line of PVA Parcel 050-00-00-031.00 to the centerline of Sugar Creek (KY 1268), thence northerly with the centerline of Sugar Creek Road to the northwesterly corner of PVA Parcel 050-00-00-037.00, thence leaving Sugar Creek Road and continuing with the northerly property line of PVA Parcel 050-00-00-037.00 to the centerline of Hickman Creek, thence northerly with Hickman Creek to the westerly most corner of PVA Parcel 062-00-00-003.00, thence northeasterly along the property line of PVA Parcel 062-00-00-003.00 to a point in the centerline of Hickman Creek, thence northerly with the meanders of Hickman Creek to the south property line of PVA Parcel 061-00-00-019.00, thence leaving Hickman Creek and continuing with the southerly property line of PVA Parcels 061-00-00-019.00 and 061-00-00-015.00 to the southwesterly corner of PVA Parcel 061-00-00-015.00, thence northerly with the westerly property line of PVA Parcel 061-00-00-015.00 extended to the centerline of Watts Mill Road, thence northeasterly with the centerline of Watts Mill Road to the southern most corner of PVA Parcel 061-00-00-013.00, thence

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## SERVICE AREA #1

leaving Watts Hill Road and continuing northwesterly with the property line of PVA Parcel 061-00-00-013.00 to the centerline of Sugar Creek Road (KY 1268), thence with the centerline of Sugar Creek Road to the westerly most corner of PVA Parcel 061-00-00-013.00, thence leaving Sugar Creek Road in a northeasterly direction along the northwesterly property line of PVA Parcels 061-00-00-013.00, 061-00-00-010.00 and 061-00-00-009.00, thence easterly with the north property line of PVA Parcel 061-00-00-009.00 and continuing with the north property line of PVA Parcel 061-00-00-007.00 to the northerly most corner of PVA Parcel 061-00-00-007.00, said point being on the southwesterly line of PVA Parcel 061-00-00-005.00, thence northwesterly and northeasterly with the property line of PVA Parcel 061-00-00-005.00 to the northerly most corner of PVA Parcel 061-00-00-005.00, said point being on the southwesterly line of PVA Parcel 060-00-00-035.00, thence northwesterly along the property line of PVA Parcel 060-00-00-035.00 to a point, said point being a southwesterly projection of the common property line of PVA Parcels 060-00-00-035.00 and 060-00-00-026.00, thence northeasterly along said projected property line to the centerline of Sulphur Well Road (KY 39), said point being the northeasterly corner of PVA Parcel 060-00-00-035.00, thence southerly along the centerline of Sulphur Well Road to the northerly property line of PVA Parcel 060-00-00-036.00, thence leaving Sulphur Well Road and continuing along the northerly property line of PVA Parcel 060-00-00-036.00 to the northerly most corner of PVA Parcel 060-00-00-036.00, thence southerly along the property line of PVA Parcel 060-00-00-036.00 to a point on the northerly line of PVA Parcel 072-00-00-013.01, thence with the northerly property line of PVA Parcel 072-00-00-013.01 and continuing with the northerly and easterly property line of PVA Parcel 072-00-00-013.00, said point being on the northerly property line of PVA Parcel 072-00-00-014.00, thence with the northerly and easterly property line of PVA Parcel 072-00-00-014.00 in a southerly direction to the southwesterly corner of Elmwood Estates, thence with the southerly and easterly boundary of Elmwood Estates to the centerline of Elm Fork Road, thence northwesterly along the centerline of Elm Fork Road to the intersection of Feck Lane, thence northeasterly with the centerline of Feck Lane to the westerly property line of PVA Parcel 072-00-00-045.00, thence leaving Feck Lane and continuing with the westerly and northerly line of PVA Parcel 072-00-00-045.00 to a point in the westerly property line of PVA Parcel 072-00-00-052.00, thence northerly with westerly property line of PVA Parcel 072-00-00-052.00 to a point on the southerly property line of PVA Parcel 072-00-00-024.00, thence with the southerly and westerly property line of PVA Parcel 072-00-00-024.00 to the southeasterly corner of PVA Parcel 072-00-00-021.00, thence westerly with the southerly property line of PVA Parcel 072-00-00-021.00 and continuing with the southerly property line of PVA Parcel 071-00-00-043.00 to the southwesterly most corner of PVA parcel 071-00-00-043.00, thence in a northeasterly direction along the property line of PVA parcel 071-00-00-043.00 projected to the southeasterly corner of PVA Parcel 071-00-00-030.01, thence northwesterly along the southerly property line of PVA Parcel 071-00-00-030.01 and continuing along the southerly westerly property line of PVA Parcel 071-00-00-028.00 point of beginning. Southeasterly Service Area amend deletion of Areas 5 & 6 as described hereon..

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## Water Purchase Contract Amendment

**THIS AGREEMENT** to amend and supplement the Water Purchase Contract ("Contract") between the parties, dated August 22, 1996, is entered into by and between the City of Nicholasville ("Seller") and the Jessamine-South Elkhorn Water District, fka Lexington-South Elkhorn Water District, ("Purchaser") on the later of the two (2) dates of execution found at the close of this document.

### WITNESSETH:

**WHEREAS**, the Seller and the Purchaser entered into a Contract dated August 22, 1996, a copy of which is attached hereto and designated as Attachment "1", for the sale and purchase of potable water to be supplied to the Purchaser's Southeast Territory; and

**WHEREAS**, the Contract is still in effect and it is the desire of the parties to amend and expand the coverage of its terms in certain respects by written amendment;

**NOW THEREFORE**, for and in consideration of the mutual covenants contained herein, the provisions of the Contract shall be amended and/or supplemented as follows:

1. Paragraph A. (1.) on page 1 of the Contract shall be amended and supplemented by adding the following language at the end of the paragraph: "Seller agrees to furnish and the Purchaser agrees to buy potable treated water meeting applicable purity standards of the Energy and Environment Cabinet, Division of Water (hereinafter referred to as "Water") in such quantity as requested by the Purchaser to serve other parts of the Purchaser's territory as deemed needed by the Purchaser from time to time."

2. Paragraph B. (1.) on page 2 of the Contract shall be amended such that the dollar charges expressed therein shall be deleted and replaced with the language: "Those rates, fees and charges mutually agreed by the Seller and the Buyer, from time to time, subject to the approval of the Kentucky Public Service Commission, if required."

3. Paragraph B. (2.) on page 2 of the Contract shall be amended and supplemented by adding the following language at the end of the Paragraph: "Purchaser will pay additional fees to Seller in amounts mutual *Jalina R. Mathews* the parties (and subject to Kentucky Public Service Commission approval, if required) to provide for other points of delivery of Water by Seller."

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4. Paragraph C. (9.) on page 3 of the Contract shall be amended and supplemented by adding the following language at the end of the Paragraph: "Seller shall not have the right of first refusal for acquisition of any other part of the Purchaser's system other than that part described in Exhibit "A" to the Contract (i.e., the Southeast Territory)."

5. Paragraph C. (11.) on page 3 of the Contract shall be amended and supplemented by adding the following language to the end of the Paragraph: "and as to its remaining territory outside that described in Exhibit "A", only such quantities as requested by the Purchaser to serve such territory as deemed needed by the Purchaser from time to time."

6. The remaining provisions of the Contract, except as modified above, shall remain in full force and effect.

IN WITNESS whereof, the parties hereto, acting under authority of their respective governing bodies, do hereby execute this Agreement on the dates reflected below.

**SELLER:**

By Resolution of the Nicholasville City Commission dated 3/12/12

Attest:  
Roberta Wauer  
City Clerk

City of Nicholasville  
By: [Signature]  
Mayor Date

**PURCHASER:**

By Motion of the Board of Commissioners dated 3/7/12

Attest:  
[Signature]  
Secretary

Jessamine-South Elkhorn Water District  
By: [Signature]  
Chairman

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**5-7-12**  
**Jalina R. Mathews**  
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# ATTACHMENT 2

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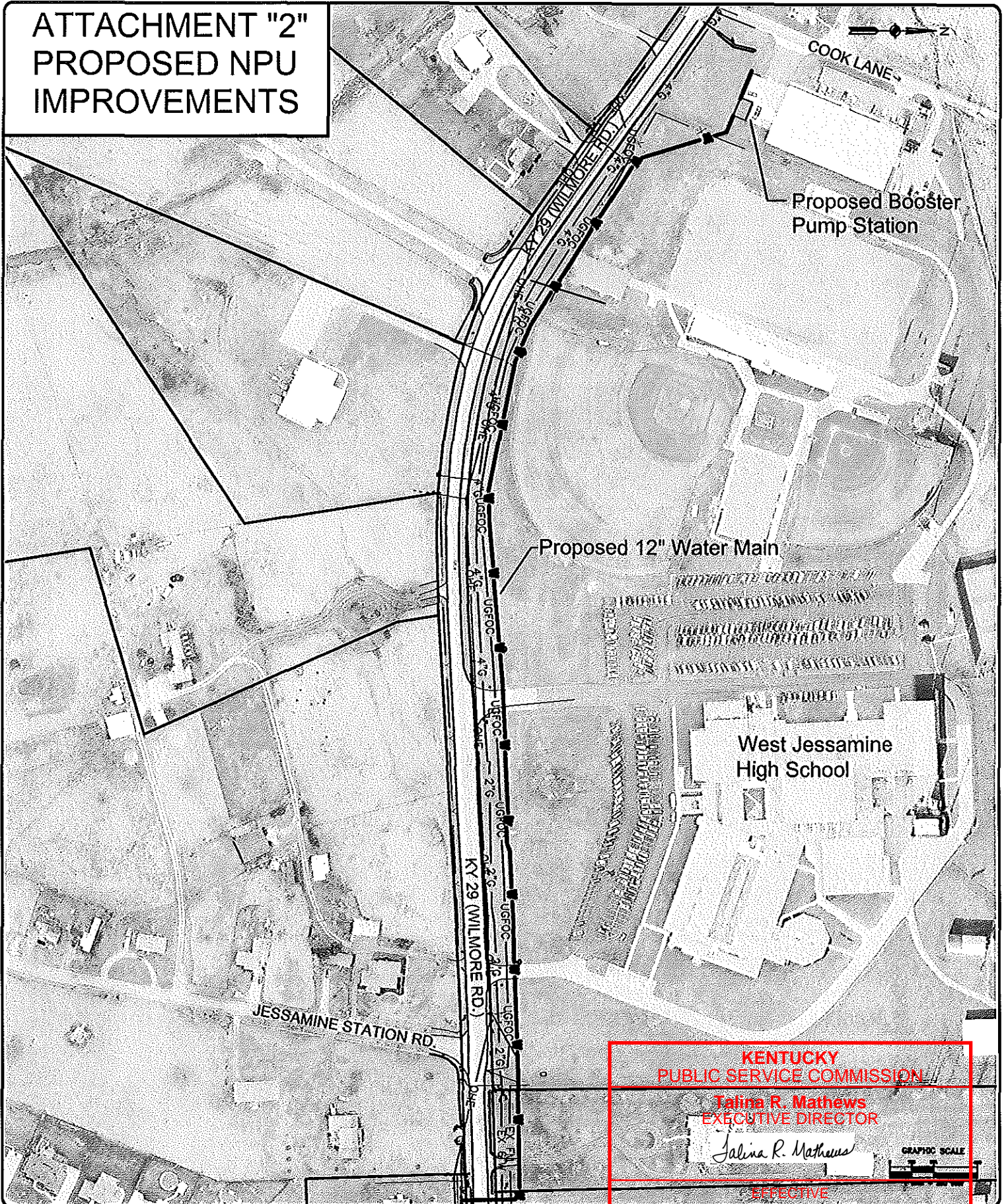
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# ATTACHMENT "2" PROPOSED NPU IMPROVEMENTS



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GRAPHIC SCALE

**EFFECTIVE**

**12/3/2016**

**PUBLIC WORKS TO 807 KAR 5:001 SECTION 4(1)**



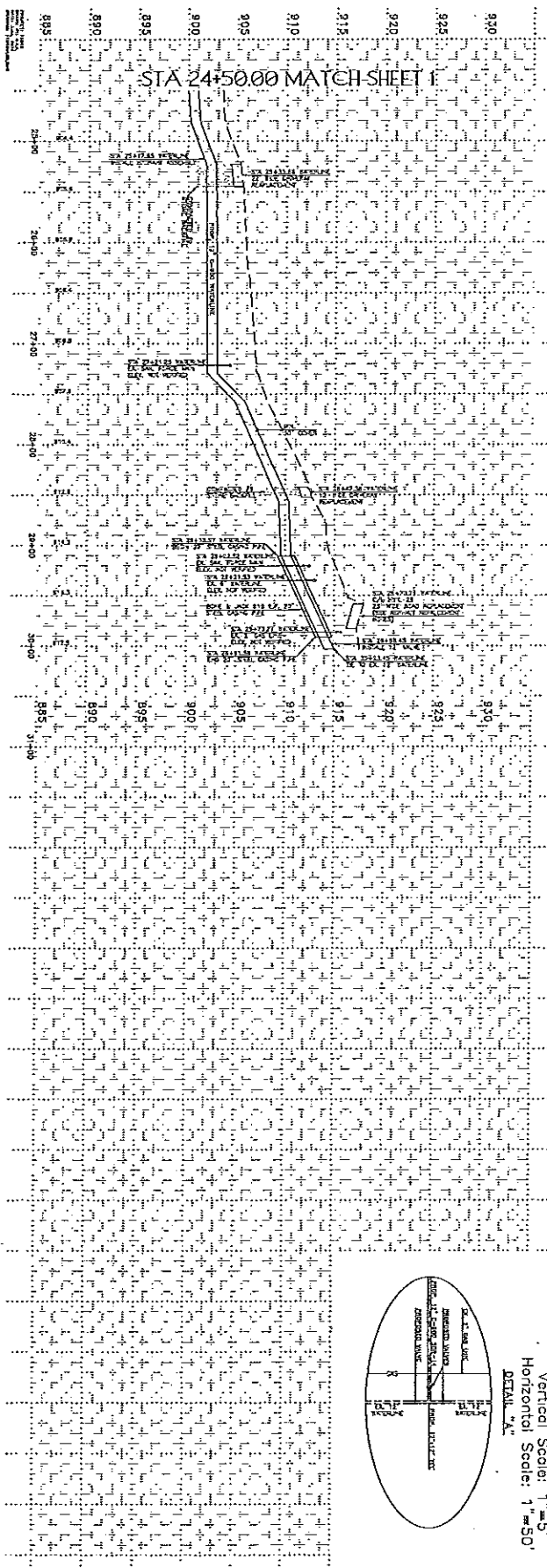
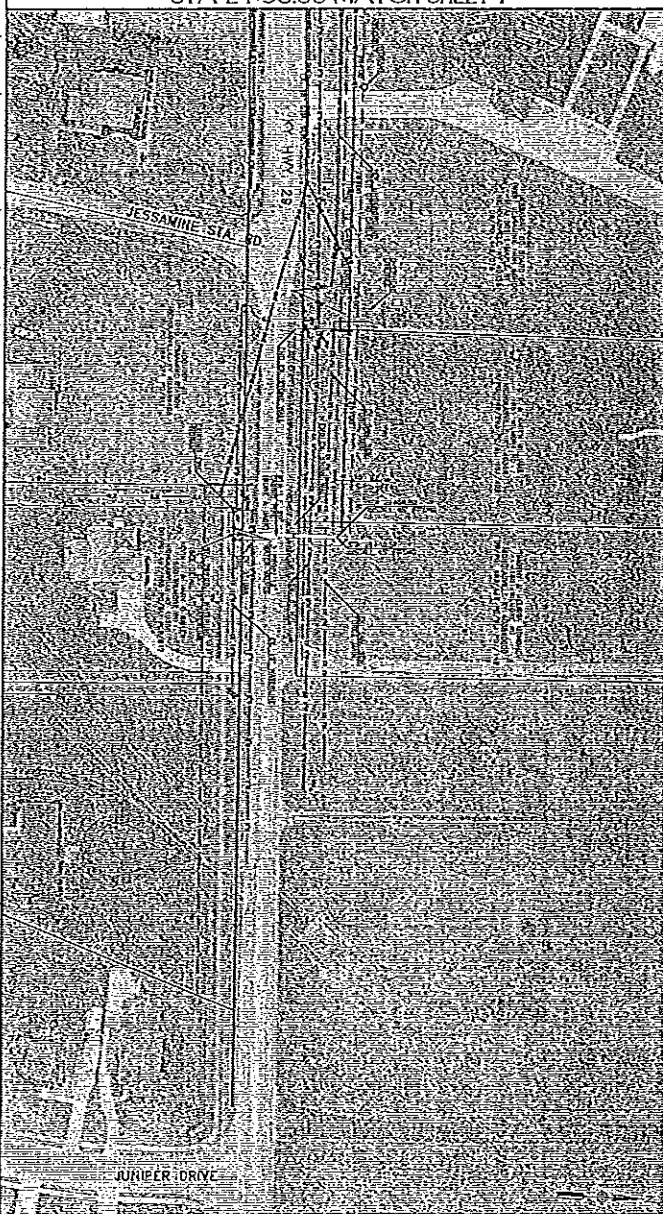
CITY OF NICHOLASVILLE & JSEVD  
INTERCONNECT PROJECT  
KY 29 WILMORE ROAD  
NICHOLASVILLE, JESSAMINE CO, KENTUCKY



DATE	BY	DESCRIPTION
12/3/2016	APRIL	APPROVED
		CHECKED BY JMB
		DESIGNED BY LMS
		EXAMINED BY 2016
		1211 JESSAMINE STREET NICHOLASVILLE, KY 40301

SHEET	OF
1	1

STA 24+50.00 MATCH SHEET 1



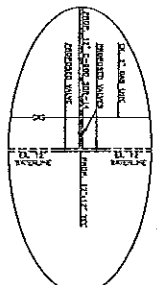
STA 24+50.00 MATCH SHEET 1

**SPECIAL NOTES**

1. GENERAL NOTES SHALL APPLY TO THIS PLAN.
2. THE PROPOSED WATERLINE SHALL BE CONSTRUCTED IN ACCORDANCE WITH THE KENTUCKY WATERDEPARTMENT REGULATIONS AND THE CITY OF NICHOLASVILLE WATERDEPARTMENT REGULATIONS.
3. THE PROPOSED WATERLINE SHALL BE CONSTRUCTED TO A DEPTH OF 10 FEET BELOW FINISHED GRADE.
4. THE PROPOSED WATERLINE SHALL BE CONSTRUCTED WITH A MINIMUM COVER OF 5 FEET.
5. THE PROPOSED WATERLINE SHALL BE CONSTRUCTED WITH A MINIMUM COVER OF 5 FEET.
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25. THE PROPOSED WATERLINE SHALL BE CONSTRUCTED WITH A MINIMUM COVER OF 5 FEET.

**LEGEND**

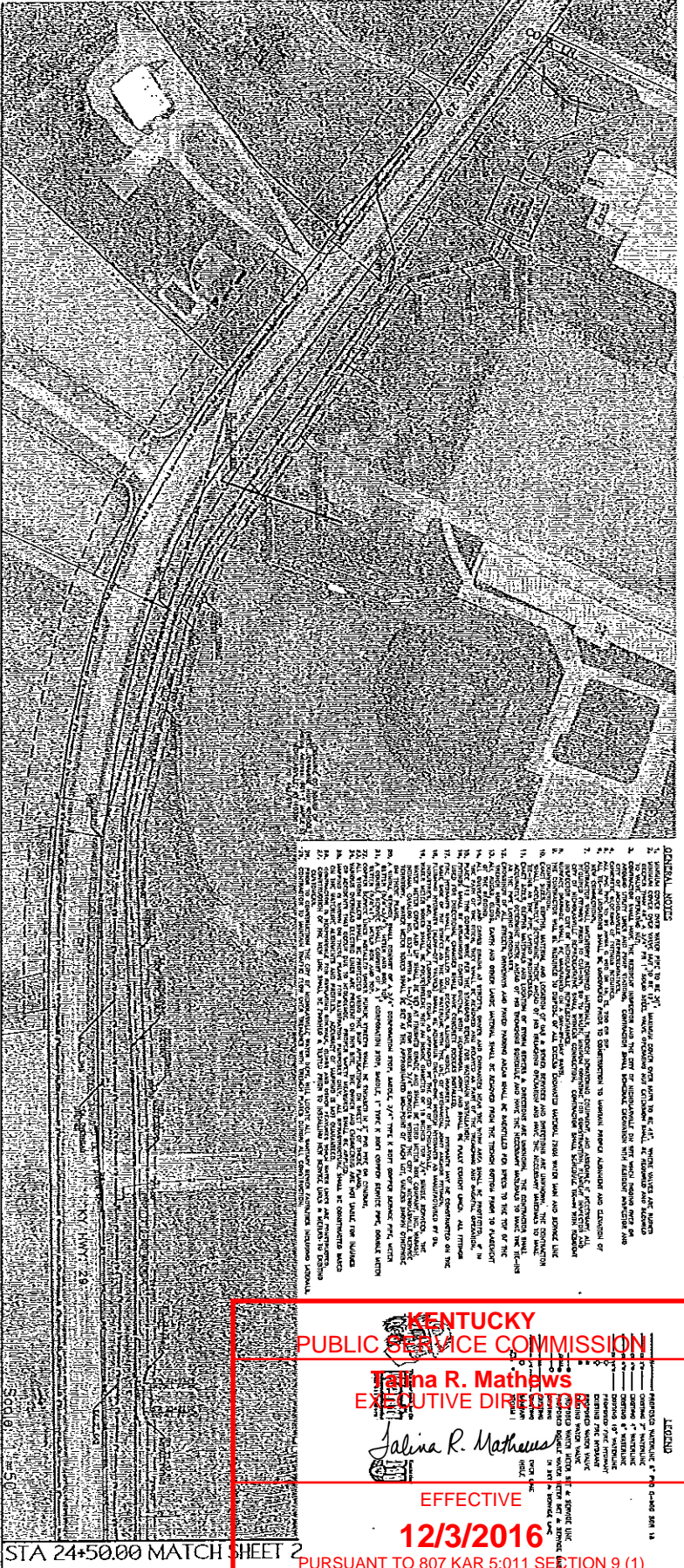
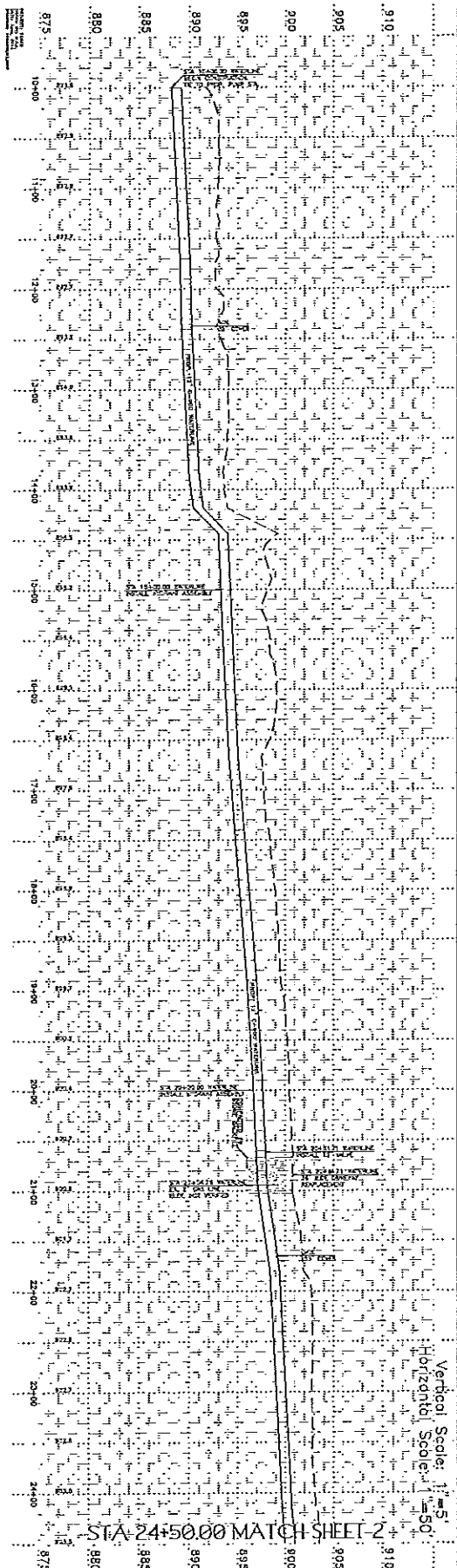
- Proposed 18" Waterline
- Proposed 24" Waterline
- Proposed 30" Waterline
- Proposed 36" Waterline
- Proposed 42" Waterline
- Proposed 48" Waterline
- Proposed 54" Waterline
- Proposed 60" Waterline
- Proposed 66" Waterline
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- Proposed 870" Waterline
- Proposed 876" Waterline
- Proposed 882" Waterline
- Proposed 888" Waterline
- Proposed 894" Waterline
- Proposed 900" Waterline



Scale: 1"=50'  
 Vertical Scale: 1"=5'  
 Horizontal Scale: 1"=50'  
 DETAIL "A"

**KENTUCKY CITY PUBLIC SERVICE COMMISSION**  
 Talina R. Mathews  
 CITY DIRECTOR  
 12/3/2016  
 PURSUANT TO 807 KAR 5:011 SECTION 9 (1)

SHEET 2 OF 3	 <b>BANKS Engineering Inc.</b>  <b>HAZEN AND SAWYER</b> Environmental Engineers & Scientists	WATERLINE PLAN & PROFILE NP-U-SEWD INTERCONNECT WATERLINE KENTUCKY HIGHWAY 29 NICHOLASVILLE, KENTUCKY	 <b>CITY OF NICHOLASVILLE</b> WATERDEPARTMENT	DATE: 12/3/2016 DRAWN BY: JAM CHECKED BY: JAM PROJECT NO: 2016-001 SCALE: AS SHOWN SHEET NO: 2 OF 3
				APPROVED BY:  Talina R. Mathews CITY DIRECTOR



- GENERAL NOTES**
1. GENERAL NOTES FROM MATCH SHEET TO BE NOTED.
  2. EXISTING WATERLINE SHALL BE MAINTAINED UNLESS OTHERWISE SHOWN.
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  49. EXISTING WATERLINE SHALL BE MAINTAINED UNLESS OTHERWISE SHOWN.
  50. EXISTING WATERLINE SHALL BE MAINTAINED UNLESS OTHERWISE SHOWN.

**KENTUCKY PUBLIC SERVICE COMMISSION**

**Jalina R. Mathews**  
EXECUTIVE DIRECTOR

*Jalina R. Mathews*

EFFECTIVE  
**12/3/2016**  
PURSUANT TO 807 KAR 5:011 SECTION 9 (1)

SHEET 1 OF 3	 <b>BANKS Engineering Inc</b>  <b>HAZEN AND SAWYER</b> Environmental Engineers & Scientists	<b>WATERLINE PLAN &amp; PROFILE</b> NPJ-ISEWD INTERCONNECT WATERLINE KENTUCKY HIGHWAY 29 NICHOLASVILLE, KENTUCKY	 <b>CITY OF NICHOLASVILLE</b> <b>WATER DEPARTMENT</b>
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# ATTACHMENT 3

**KENTUCKY  
PUBLIC SERVICE COMMISSION**

**Talina R. Mathews  
EXECUTIVE DIRECTOR**

*Talina R. Mathews*

EFFECTIVE

**12/3/2016**

PURSUANT TO 807 KAR 5:011 SECTION 9 (1)

ATTACHMENT "3" - SURCHARGE CALCULATION

**Definitions:**

Water Withdrawal Fee Rate (WWFR). The Kentucky River Authority water withdrawal fee (\$ per 1,000 gallons) as embedded in the Seller's prevailing retail rate (Currently \$0.18 per 1,000 gal.)

Surcharge Credit (SC). \$2.02 per 1,000 gallon units minus future incremental increases in WWFR per 1,000 gallons.

Connection Fee (CF). The actual sum of construction, engineering, and legal costs, net of any grants received, plus interest, service charges and any other rates, fees or charges assessed to the Seller in an amount necessary to fund the Project.

Average Monthly Surcharge (AMS). CF divided by 240 months

Monthly Minimum Volume (MMV). AMS divided by SC.

**The monthly amount payable and credits towards the CF shall be calculated as follows:**

In the event that the Purchaser uses water from Cook Lane, but the amount of metered usage for a month is less than the MMV, then the Seller shall deduct from the AMS payable that month the dollar amount determined by multiplying the usage by the SC, which amount shall be credited against the CF.

In the event that the volume purchased in any month equals or exceeds the MMV, then no AMS will be payable that month, but the Purchaser shall still receive a credit against the CF for the volume purchased times the SC.

The AMS shall be initiated by the Seller and owed by the Purchaser beginning with the month following the certification of substantial completion of the Project or the month following the date of the first principal and interest payment made by the Seller related to the CF, whichever occurs first.

Any AMS owed for a month will be billed to the Purchaser until the AMS is terminated. Termination of the AMS will occur when the sum of the AMS amounts paid plus the dollar amount determined by multiplying the total volume purchased from Seller at the Cook Lane metering point by the SC equals the CF. It is understood that the AMS may be terminated in fewer than 240 months.

SEE NEXT PAGE FOR EXAMPLE CALCULATIONS

<b>KENTUCKY PUBLIC SERVICE COMMISSION</b>
<b>Talina R. Mathews</b> EXECUTIVE DIRECTOR
<i>Talina R. Mathews</i>
EFFECTIVE <b>12/3/2016</b> PURSUANT TO 807 KAR 5:011 SECTION 9 (1)

ATTACHMENT "3" - SURCHARGE CALCULATION

The following example shall illustrate how the MMV is to be derived:

CF: \$500,000.00

AMS: \$500,000.00 divided by 240 months = \$2,083.33

SC: \$2.02 per 1000 gallons

MMV: \$2,083.33 divided by \$2.02 times 1,000 gallons = 1,031,353.2 gallons

**Monthly Amount Payable Example When Volume Purchased Is Less Than MMV:**

Metered usage for the month: 900,000 gallons

Divide metered usage for the month by 1,000 gal. = 900 thousand gallon units

900 units times SC (\$2.02) = \$1,818.00 (product equals credit against AMS)

**Calculated amount payable for month (\$2,083.33 - \$1,818.00 = \$265.33)**

