

Blue Sky Sewer Service Co., Inc.

RULES AND REGULATIONS

This schedule of Rules and Regulations governs the furnishing of sewage service by Blue Sky Sewer Service Co., Inc., hereinafter referred to as the Utility, and applies to all service received from the Utility. No employee or individual director of the Utility is permitted to make an exception to these Rates, Rules and Regulations. The Utility is further subject to all Rules and Regulations of the Public Service Commission even though not contained herein.

REVISIONS

These Rules and Regulations may be revised, amended, supplemented or otherwise changed from time to time subject to approval of the Public Service Commission, and shall have the same force as the Present Rules and Regulations.

SERVICE AREA

The Utility furnishes sewage service Blue Sky Industrial Estates and environs in Fayette County, Kentucky.

AVAILABILITY

Sewer service is available to any domestic, commercial or industrial consumer within the Utility's area on a limited capacity basis with respect of the volume of effluent that can be lawfully treated by the Utility. If an applicant requires greater capacity than available the utility will negotiate with applicant to upgrade the capacity of the utility.

CONNECTION CHARGES

A. Residential Connections:

Single family, \$750.00 each; Duplex Residences, \$500.00 each side; Apartments, the greater of \$200.00 each apartment or \$2,000.00 per gross acre involved.

B. Industrial and Commercial:

To be negotiated on the basis of land use and impact upon plant capacity. A guideline for this charge is \$1.60 per GPD of treatment as limited by agreement but never less than \$800.00 per acre or fraction thereof. This formula allows 500 GPD or 1.25 times a single family residential equivalent. Uses of more than 500 GPD are considered to be exceptional and must have special permission of "Disposal Company" to connect to the system.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE
OCT 13 1986
PURSUANT TO 207 KAR 5:011
BY: *[Signature]*
PUBLIC SERVICE COMMISSION MANAGER

DATE OF ISSUE October 13, 1986
Month Day Year

DATE EFFECTIVE October 13, 1986
Month Day Year

ISSUED BY *[Signature]*
Name of Officer

President
Title Lexington, Kentucky
Address

C9/97

FOR Fayette County, Kentucky

P.S.C. Ky. No. 1

Original Sheet No. 3

Cancelling P.S.C. Ky. No. _____

Sheet No. _____

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SEWER FAILURE

The Utility is responsible for sewer failure only when in control of the Utility's employees. No consumer is paid damages for equipment unless such damages are specifically found to be caused by an act of negligence on the part of the Utility or its employees.

PROTECTION BY CONSUMER

Consumer shall protect the equipment of the Utility on its premises and shall not interfere with Utility's property or permit interference except by duly authorized representatives of the Utility.

NOTICE OF TROUBLE

Consumer shall give immediate notice to the Utility of any irregularities or unsatisfactory service and of any defects known to consumer and shall provide such notice in writing if requested by Utility.

MAINTENANCE

The Utility may at any time deemed necessary, suspend sewer service to any consumer or consumers for the purpose of making repairs, changes or improvements upon any part of its system. The Utility shall give reasonable notice of such suspension of service to the consumer.

The Utility shall be responsible for the maintenance of that portion of the service line installed by the Utility and the consumer shall be responsible for the maintenance of that portion thereof installed by the consumer.

LINE RELOCATIONS

When necessary to move or relocate facilities, the cost will be paid by the party or parties requesting such relocation.

**PUBLIC SERVICE COMMISSION
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BILLING, COLLECTION, PENALTIES

Bills for sewage service will be mailed in January and July of each year for six months service, and shall be payable by the 30th days of January and July. A 10% late payment penalty charge will be applicable after the due date of any account.

**PURSUANT TO 807 KAR 5.011,
SECTION 1(1)
BY: [Signature]
PUBLIC SERVICE COMMISSION MANAGER**

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RULES AND REGULATIONS

DISCONTINUANCE OF SERVICE BY UTILITY/RECONNECTION FEE

The utility may refuse or discontinue service to an applicant or customer, after proper notice, for failure to comply with its rules and regulations or state and municipal rules and regulations, when a customer or applicant refuses or neglects to provide reasonable access to the premises, for fraudulent or illegal use of service, or for nonpayment of bills. If discontinuance is for nonpayment of bills, the customer shall be given at least forty-eight (48) hours written notice, separate from the original bill, and cut-off shall be effected not less than twenty (20) days after the mailing date of the original bill unless, prior to discontinuance, a residential customer presents to the Utility a written certificate, signed by a physician, registered nurse, or public health officer, that such a discontinuance will aggravate an existing illness or infirmity on the affected premises, in which case discontinuance may not be effected until the affected resident can make other living arrangements or until not less than ten (10) days elapse from the date of the Utility's notification. When a dangerous condition is found to exist on the customer's or applicant's premises, the service shall be cut off without notice or refused. Upon correction of any condition that has resulted in discontinuance, service shall be restored upon payment by the customer of a reconnect fee in the amount of \$200.

PERSONAL APPEARANCE TO COLLECT BILL

In lieu of discontinuance, the Utility may authorize agents or employees to personally collect delinquent accounts from the customer. An additional fee of \$20.00 may be added to a delinquent account to pay for a single visit in the collection of such a delinquency.

TERMINATION OF SERVICE

Customers who have fulfilled their contract terms and wish to discontinue service must give at least five (3) days written notice, or in person, to that effect, unless contract specified otherwise. Notice to discontinue service prior to expiration of contract term will not relieve customer from any minimum or guaranteed payment under any contract or rate.

OCT 13, 1986

**PURSUANT TO 207 KAR 5:011,
SECTION 5(1)
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