

FOR ShelbyCounty,Simpsonville,Kentucky
Community, Town or City

P.S.C. KY. NO. 2007-
SHEET NO. 5

WEST SHELBY WATER DISTRICT
(Name of Utility)

CANCELLING P.S.C. KY. NO. 2006-00151
SHEET NO. 4

RATES AND CHARGES

1. Service Reconnection Charge. A charge of \$25.00 shall be made for all service reconnections made regular working hours, except that there shall be no connection charges made for service on the original installation of facilities. If service is reconnected other than during regular working hours, the charge shall be \$35.00. After hours reconnections are discouraged.
2. Meter Reading Recheck Charge. A charge of \$25.00 shall be made for a trip to recheck a meter reading when the customer requests the meter to be rechecked for a correct reading and the meter was not misread.
3. Meter Test. Upon request and payment of \$25.00, customer may have his meter tested provided request by the customer is not more frequent than once each twelve months. If such test shows the meter to be more than two percent fast, a refund of the \$25.00 charge shall be made and the bill adjusted accordingly. If the periodic testing requirement of 807 KAR 5:066 (17) has not been met met for the meter tested, no charge will be made for the test regardless of the results of the test.
4. PSC Meter Test Complaint. Any customer of the District may request a meter test by written application to the Kentucky Public Service Commission and charges for this test will be as shown in 807 KAR 5:006, Section 20, © and will be collected by the Public Service Commission.
5. Inspection of Service Line. In the installation of a service line, the customer shall leave the trench open and pipe uncovered until it is inspected by the District and shown to be free from any tee, branch connection, irregularity, or defect. A fee of \$25.00 shall be charged for this inspection.
6. Returned Check Charge. A \$15.00 charge will be levied and paid by the customer to the District on each check of the customer "returned" for whatever reason.
7. Contribution in Aid of Construction – Tap-on Fees and Connections. The established tap on or or connection fee is based on the size of the installed metering equipment and is as follows:

5/8 x 3/4	\$525.00
3/4"	Actual cost of installation
1"	Actual cost of installation
1 1/2	" " " "
2"	" " " "
3"	" " " "
4" or larger	" " " "

Applicable: Entire Area Served

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR ShelbyCounty,Simpsonville,Kentucky
Community, Town or City

P.S.C. KY. NO. 2007-
SHEET NO. 5

WEST SHELBY WATER DISTRICT
(Name of Utility)

CANCELLING P.S.C. KY. NO. 2006-00151
SHEET NO. 4

RATES AND CHARGES

Available: To all Customers served by the District

A. Monthly Rates:

5/8 inch Meter

First	2,500	Gallons per month , minimum bill	\$ 13.73
Next	7,500	Gallons per month , per 1,000 gallons	\$ 4.86
Next	20,000	Gallons per month , per 1,000 gallons	\$ 4.23
Next	200,000	Gallons per month , per 1,000 gallons	\$ 3.73
Over	230,000	Gallons per month , per 1,000 gallons	\$ 3.37

3/4 inch Meter

First	3,500	Gallons per month , minimum bill	\$ 18.58
Next	6,500	Gallons per month , per 1,000 gallons	\$ 4.86
Next	20,000	Gallons per month , per 1,000 gallons	\$ 4.23
Next	200,000	Gallons per month , per 1,000 gallons	\$ 3.73
Over	230,000	Gallons per month , per 1,000 gallons	\$ 3.37

1 inch Meter

First	5,000	Gallons per month , minimum bill	\$ 25.86
Next	5,000	Gallons per month , per 1,000 gallons	\$ 4.86
Next	20,000	Gallons per month , per 1,000 gallons	\$ 4.23
Next	200,000	Gallons per month , per 1,000 gallons	\$ 3.73
Over	230,000	Gallons per month , per 1,000 gallons	\$ 3.37

1 1/2 inch Meter

First	10,000	Gallons per month , minimum bill	\$ 50.15
Next	20,000	Gallons per month , per 1,000 gallons	\$ 4.23
Next	200,000	Gallons per month , per 1,000 gallons	\$ 3.73
Over	230,000	Gallons per month , per 1,000 gallons	\$ 3.37

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR ShelbyCounty,Simpsonville,Kentucky
Community, Town or City

P.S.C. KY. NO. 2007-
SHEET NO. 5

WEST SHELBY WATER DISTRICT
(Name of Utility)

CANCELLING P.S.C. KY. NO. 2006-00151
SHEET NO. 4

RATES AND CHARGES

2 inch Meter

First	16,000	Gallons per month , minimum bill	\$ 75.52
Next	14,000	Gallons per month , per 1,000 gallons	\$ 4.23
Next	200,000	Gallons per month , per 1,000 gallons	\$ 3.73
Over	230,000	Gallons per month , per 1,000 gallons	\$ 3.37

3 inch Meter

First	30,000	Gallons per month , minimum bill	\$ 134.71
Next	200,000	Gallons per month , per 1,000 gallons	\$ 3.73
Over	230,000	Gallons per month , per 1,000 gallons	\$ 3.37

4 inch Meter


First	50,000	Gallons per month , minimum bill	\$ 209.27
Next	180,000	Gallons per month , per 1,000 gallons	\$ 3.73
Over	230,000	Gallons per month , per 1,000 gallons	\$ 3.37

6 inch Meter

First	100,000	Gallons per month , minimum bill	\$ 395.67
Next	130,000	Gallons per month , per 1,000 gallons	\$ 3.73
Over	230,000	Gallons per month , per 1,000 gallons	\$ 3.37

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR Shelby County, Simpsonville, KY
Community, Town or City

P.S.C. KY. NO. 4

SHEET NO. 11

West Shelby Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 3

SHEET NO. 11

RULES AND REGULATIONS

This schedule of Rules and Regulations governs the furnishing of water service by the West Shelby Water District hereinafter referred to as the District and applies to all service received from the District. No employee or individual commissioner of the District is permitted to make any exception to Rates, Rules or Regulations. All Rules and Regulations are to be in effect so long as they are not in conflict with Public Service Commission Rules and Regulations. The District is further subject to all Rules and Regulations of the Commission even though not contained herein.

1. Scope

This schedule of Rules and Regulations is a part of all contract for receiving water service from the District, and applies to all service received from the District whether the service is based upon contract, agreement, signed application, or otherwise. A copy of this schedule, together with a copy of the District's schedule of Rates and Charges, shall be kept open to inspection at the office of the District. These rules are promulgated under direction and authority granted pursuant to Chapter 13 of Kentucky Revised Statutes and Administrative Regulations 807 KAR 5. The aforesaid Rules and Regulations are hereby adopted and included the same or herein written now or as may be legally changed from time to time.

2. Revisions

These Rules and Regulations may be revised, amended, supplemented, or otherwise changed from time to time by either of the two (2) following methods:

- A. By order of the Kentucky Public Service Commission upon formal application by the District, and after hearing as provided by Commission Regulations set forth in 807 KAR 5:011.
- B. By issuing and filing on at least twenty (20) days notice to the Kentucky Public Service Commission and the public all proposed changes in the Rules and Regulations, as provided by Commission Regulations set forth in 807 KAR 5:011.

3. Conflict

In case of conflict between any provisions of any rate schedule and the schedule of Rules and Regulations, the rate schedule shall apply. Also, should the rules contained herein conflict with the present rules in effect under 807 KAR 5 as of this date, same shall take precedence over those contained herein.

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR Shelby County, Simpsonville, KY
Community, Town or City

P.S.C. KY. NO. 4

SHEET NO. 11

West Shelby Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 3

SHEET NO. 11

RULES AND REGULATIONS

4. Application for Service

Any person, firm, agency or governmental entity within the current boundary of the District may request service. Said request must be in writing on form approved by the District. The Contract for Service must be completed in its entirety and in the presence of authorized District agent. A plumbing permit or exemption from the County Health Dept. shall be required for all new services. A legal identification document containing applicant's picture shall be presented, upon request, for all service contracts.

No service requested shall be granted unless the property of said applicant is adjacent and contiguous to an existing distribution main of the District. Should the applicant desire to have the existing distribution system extended to serve him, same shall be accomplished as stipulated, hereinafter.

Should the District determine that service to a requestor is available, each prospective customer desiring water shall be required to execute and sign the District's Contract for Water Service before service is supplied by the District. A 5/8 " x 3/4 " meter shall be "the standard customer service meter and should be installed at all points of service unless the customer provides sufficient justification for the installation of a larger meter."

The District reserves the right to grant or deny application for and install meters designated solely for lawn irrigation systems in R1- R-4 zoned (high residential) areas.

The District shall provide for a standard connection (i.e., 5/8" x 3/4 " meter) to a maximum distance of fifty (50)' feet from the District's existing distribution main. If the distance is greater than fifty (50) feet, the customer shall be required to pay the cost of installing the pipe for the additional distance, as a contribution in aid of construction.

5. Non-Standard Service

Each prospective customer requiring a non-standard service (i.e., other than a 5/8" x 3/4" meter) shall present to the District sufficient justification for same.

6. Point of Delivery

The point of delivery is the point where the meter or appurtenance is located on the customer's premises. All water lines, plumbing, and equipment beyond the meter shall be installed and maintained by the customer at his expense in a safe and efficient manner in accordance with the District's Rules and Regulations and with the

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR Shelby County, Simpsonville, KY
Community, Town or City

P.S.C. KY. NO. 4

SHEET NO. 11

West Shelby Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 3

SHEET NO. 11

RULES AND REGULATIONS

regulations of the Department of Health. The District reserves the right to determine the location of the delivery point with full regard to those wishes of the prospective customer.

7. Customer's Service Line

All service lines beyond the metering point should be installed of material consisting of copper or PVC pipe with rating of not less than 200 psi. The size of service line beyond the point of delivery should not be less than ¾ “; however, a larger size may be needed to provide adequate service. If the customer's point of use is at a higher elevation than the point of delivery, the customer should consult with a reputable engineering firm to size the service line from the point of delivery. Piping on the premises of a customer must be so installed that connections are conveniently located with respect to the District lines and mains. The customer shall provide a place for metering, which is unobstructed, and accessible at all times.

Should a prospective customer request service at a point of delivery, which now, or in the future, does not provide a delivery pressure of 30 psi or his requirements; he may make provisions for an individual pressure booster system. The manner of connection, location, cross-connection, protection and type is subject to approval by District. The District reserves the right to require discontinuance and disconnection should the private booster system have a detrimental effect on District's system.

Depth of Service Line – All service lines shall be laid at a depth sufficient to prevent freezing during the coldest weather normally experienced except where services are not intended for use during freezing weather and are actually drained during such periods. **Depth shall be no less than 30" in all cases.**

Inspection of Service Line –In the installation of a service line, the customer shall leave the trench open and pipe uncovered until it is inspected by the District and shown to be free from any tee, branch connection, irregularity, or defect. A fee of \$25.00 shall be charged for this service.

8. Ownership of Mains, Services & Appurtenances

All mains, fire hydrants, valves, crossings, and other appurtenances are and shall remain the property of the District, whether installed by the District or the customer.

All service lines from main to meter with appurtenances shall be and remain the property of District, whether installed by the District or the customer.

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR Shelby County, Simpsonville, KY
Community, Town or City

P.S.C. KY. NO. 4

SHEET NO. 11

West Shelby Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 3

SHEET NO. 11

RULES AND REGULATIONS

The customer shall install, own, and maintain his service line from meter and/or point of delivery as defined herein.

9. Discontinuance of Service by District

Water service may be discontinued by the District for violation of any rule, regulation, or condition, and especially for any of the following reasons:


- A. Misrepresentation in the application or contract as to the property or fixtures to be supplied or additional use to be made of water;
- B. Failure to report to the District additions to the property or fixtures to be supplied or additional use to be made of water;
- C. Resale of water or giving away of water;
- D. Waste or misuse of water due to improper or imperfect service pipes and/or failure to keep such pipes in a suitable state of repair;
- E. Tampering with meter, meter seal, service, or valves, or permitting such tampering by others;
- F. Connection, cross connection, or permitting the same, of any separate water supply to premises which receive water from the District;
- G. Non-payment of bills;
- H. When a dangerous condition is found to exist on the customer's or applicant's premises, with reference to the continuation of water service, water service shall be cut off without notice or shall be refused, provided the District shall notify the customer or applicant immediately of the reasons for the discontinuance or refusal and the corrective action to be taken by the applicant or customer before service can be restored.
- I. Connecting more than one residence or mobile home to a meter.

10. Billing

Bills and notices relating to the conduct of the business of the District will be mailed to the customer at the address listed on the user agreement unless a change of address has been filed in writing with the District and the District shall not otherwise be responsible for delivery of any bill or notice nor will the customer be excused from the payment of any bill or any performance required in said notice.

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR Shelby County, Simpsonville, KY
Community, Town or City

P.S.C. KY. NO. 4

SHEET NO. 11

West Shelby Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 3

SHEET NO. 11

RULES AND REGULATIONS

Bills for water service are due and payable at the office of the District, or to any designated agent, on the date of issue. The past due shall be the tenth of the following month. Bills will be dated and mailed on or about the twentieth (20) day of each month.

All bills not paid on or before the 10th of the next month shall be deemed delinquent. When a bill becomes delinquent, the District shall serve a customer a written final notice of said delinquency, and of the intent of the District to discontinue service ten days after the date of such notice unless such bill is paid prior to the expiration of such ten days. If a delinquent bill is not paid within ten days after date of such final notice, the water supply to the customer may be discontinued without further notice; provided, however, if, prior to discontinuance of service, there is delivered to the District, or to its employee empowered to discontinue service, a written certificate signed by a physician, a registered nurse, or a public health officer that, in the opinion of the certifier, discontinuance of service will aggravate an existing illness or infirmity on the affected premises, service shall not be discontinued until the affected resident can make other living arrangements or until ten (10) days elapse from the time of the District's receipt of said certification, whichever occurs first. A penalty of 10% of the amount of the bill owed shall be levied and payable by the customer on all bills not paid by the tenth (10) day of the following month. On a new tap-on the billing for this new service shall begin at the time the District makes water available to the customer, regardless of whether the consumer is connected to the meter.

11. Discontinuance of Service by Customer

Any customer having fulfilled his contract terms and desiring to discontinue the water service to his premises for any reason must give notice of discontinuance in writing or in person at the business office of the District at least three (3) days prior to the date on which the customer desires to discontinue service. If such notice is not given, a customer shall remain liable for all water used and service rendered to such premises by the District until such notice is received by the District.

12. Reconnection Fee

Where the water supply to the customer has been discontinued for non-payment of delinquent bills, a charge of \$25.00 will be made for reconnection of water service, but the reconnection will not be made until all delinquent bills and other charges, if any, owed by the customer to the District have been paid.

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR Shelby County, Simpsonville, KY
Community, Town or City

P.S.C. KY. NO. 4

SHEET NO. 11

West Shelby Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 3

SHEET NO. 11

RULES AND REGULATIONS

A charge of \$25.00 shall be made for all service reconnections made during regular working hours, except that there shall be no connection charges made for service on the original installation of facilities. If service is reconnected other than during regular working hours, the charge shall be \$35.00. Reconnections after regular working hours are discouraged.

13. Deposit.

The District will require a minimum cash deposit or other guaranty to secure payment of bills except for customers qualifying for service re-connection pursuant to 807 KAR 5:006, Section 15, Winter Hardship Re-connection. Service will be refused or discontinued for failure to pay the requested deposit. Interest, as Required by KRS 74.085, will be paid annually on the deposit, either by refund or credit to the customer's bill, except that no refund or credit will be made if the customer's bill, except that no refund or credit will be made if the customer's bill is delinquent on the anniversary date of the deposit.

The District may at its discretion waive a customer's deposit upon a showing of satisfactory credit or payment history. If a deposit has been waived or returned and the customer fails to maintain a satisfactory payment record, a deposit may then be required. The District may require a deposit in addition to the initial deposit if the customer's classification of service changes or if there is a substantial change in usage. Upon termination of service, the deposit and any interest earned and owing will be credited to the final bill with any remainder refunded to the customer.

In determining whether a deposit will be required or waived, the following criteria will be considered:

- A. Previous payment history with the District. If the customer has no previous history with the District, statements from other utilities, banks, etc. may be presented by the customer as evidence of good credit.
- B. Whether the customer has an established income or line of credit.
- C. Length of time the customer has resided or been located in the area.
- D. Whether the customer owns property in the area.
- E. Whether the customer is a governmental entity.

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR Shelby County, Simpsonville, KY
Community, Town or City

P.S.C. KY. NO. 4

SHEET NO. 11

West Shelby Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 3

SHEET NO. 11

RULES AND REGULATIONS

- F. Whether the customer has filed bankruptcy proceedings within the last seven years.
- G. Whether another customer with a good payment history is willing to sign as a guarantor for an amount equal to the required deposit.

If a deposit is held longer than 18 months, the deposit will at the customer's request be recalculated based on the customer's actual usage. If the deposit on account differs from the recalculated amount by more than \$10.00 for a residential customer or 10 percent for a non-residential customer, the District may collect any underpayment and shall refund any overpayment by check or credit to the customer's bill. No refund will be made if the customer's bill is delinquent at the time of the recalculation.

Calculated Deposits.

All customers' deposits shall be based upon actual usage of the customer at the same or similar premises for the most recent 12-month period, if such information is available. If usage information is not available, the deposit will be based on the average bills of similar customers and premises in the system. If there are no similar customers in the system, the deposit will be based on the utility's good faith best estimate of the customer's projected annual bill. The deposit amount shall not exceed 2/12 of the customer's actual or estimated annual bill where bills are rendered monthly. The District's billing form is attached hereto as Exhibit A.

14. Adjustments


Relative to Erroneous Meter.

If upon periodic test, request test, or complaint test a meter in service is found to be more than two (2) percent fast, additional tests shall be made to determine the average error of the meter. Said tests shall be made in accordance with commission regulations applicable to the type of meter involved.

If test results on a customer's meter show an average error greater than two (2) percent fast or slow, or if a customer has been incorrectly billed for any other reason, except in an instance where the District has filed a verified complaint with the appropriate law enforcement agency alleging fraud or theft by a customer, the District shall immediately determine the period during which the error has existed, and shall recomputed and adjust the customer's bill to either provide a refund to the customer or collect an additional amount of revenue from under

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR Shelby County, Simpsonville, KY
Community, Town or City

P.S.C. KY. NO. 4

SHEET NO. 11

West Shelby Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 3

SHEET NO. 11

RULES AND REGULATIONS

billed customer. The District shall re-adjust the account based upon the period during which the error is known to have existed. If the period during which the error existed cannot be determined with reasonable precision, the time period shall be estimated using such data as elapsed time since the last meter test, if applicable, the average usage of similar customer loads shall be used for comparison purposes in calculating the time period. If the customer and the District are unable to agree on an estimate of the time period during which the error existed, the commission shall determine the issue. In all instances of customer over-billing, the customer's account shall be credited or the over-billed amount refunded at the discretion of the customer within thirty (30) days after final meter test results. The District shall not require customer repayment of any under-billing to be made over a period shorter than a period co-extensive with the under-billing.

If a meter is tested and it is found necessary to make a refund or back bill a customer, the customer shall be notified in substantially the following form:

On _____, 19____, the meter bearing identification No. ____ installed at your premises located at _____(street and number) in _____(city) was tested at _____(on premises or elsewhere) and found to register _____ (percent fast or slow). The meter was tested on _____(periodic, request, complaint) test.

Based upon this we herewith _____(charge or credit) with the sum of \$_____, which amount has been noted on your regular bill. If you desire a cash refund, rather than a credit to your account, of any amount over-billed, you must notify this office in writing within seven (7) days of the date of this notice.

Due to Water Leak


An adjustment may be given in order to assist the customer on a high bill resulting from a leak on the customer's side of the meter. The usage to be adjusted must be double the average annual water use. Adjustments are limited to one per twelve (12) month period. A request for adjustment must be made in writing. Proof of repair of said leak shall be given before an adjustment is made. The customer will be billed at the District's wholesale purchasing rate.

15. Meters.

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

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR Shelby County, Simpsonville, KY
Community, Town or City

P.S.C. KY. NO. 4

SHEET NO. 11

West Shelby Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 3

SHEET NO. 11

RULES AND REGULATIONS

It shall be the policy of the District to test each water meter pursuant to Public Service Commission Regulation 807 KAR 5:066. In addition, the District shall make a test of any meter upon written request of any customer provided such request is not made more frequently than once each twelve (12) months. The customer shall be given the opportunity of being present at such request tests. If such tests show that the meter was not more than two percent (2%) fast, the District will make a \$25.00 charge for the test.

Meters will generally be read around the 15th of the month, but the District reserves the right to estimate bills and to vary the dates or length of period covered, if necessary or desirable due to inclement weather or other reasons.

16. Failure of Meter.

Where a meter has ceased to register, or meter reading could not be obtained, the quantity of water consumed will be based upon an average of the prior six months consumption and the conditions of water service prevailing during the period in which the meter failed to register. Should a prior six-month base evaluation period not be available, and then quantity shall be estimated by District's engineer.

17. Right of Access.

The customer shall permit the District to lay, maintain, repair, or remove such water lines as are owned by the District and located on the customer's property, with the right of ingress and egress over customer's property. The District's duly authorized representative and/or other duly authorized employee of the State Health Department bearing proper credentials and identification shall be permitted to enter upon all properties for the purpose of inspection, observation, measurement, sampling and testing, in accordance with the provisions of these Rules and Regulations.

17a. Easements.

Each customer, together with his/her spouse and all other real estate title owners, shall grant or convey to the District, without cost, any permanent easements reasonably required by the District for the installation and maintenance of the District's meter and water lines, both existing and future, and for reading that meter at a point on the customer's property to be designated by the District for each meter, with right of ingress and egress for these purposes over the customer's property, provided such meter and lines are located on real estate owned, rented or otherwise controlled by the customer and such lines (except for the line leading to the customer's meter) are adjacent and parallel to the right-of-way for a public roadway. In failure of refusal to convey such easements shall constitute grounds for discontinuing service.

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR Shelby County, Simpsonville, KY
Community, Town or City

P.S.C. KY. NO. 4

SHEET NO. 11

West Shelby Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 3

SHEET NO. 11

RULES AND REGULATIONS

18. Interruption of Service

The District will use reasonable diligence in supplying water service, but shall not be liable in the event of, or for any loss, injury, or damage to persons or property resulting from interruptions in service, excessive or inadequate water pressure, or otherwise unsatisfactory service, whether or not caused by negligence. The District does hereby explicitly state that its system is designed for rural domestic consumption and that its provision of connections for fire protection, whether by design or implication, its only for such benefit as said customer may be able to derive from such connection.

The District shall in no event be held responsible for any claim made against it by reason of the breaking of any mains or service pipes or by reason of any other interruption of the supply of water caused by the failure of machinery or stoppage for necessary repairs or other reason. No person shall be entitled to damages or a payment refund for any interruption of service, which in the opinion of the District may be deemed necessary.

The District shall make all reasonable efforts to eliminate interruption of service and when such interruptions occur will endeavor to re-establish service with the shortest possible delay. When the service is interrupted, all consumers affected by such interruption will be notified in advance whenever it is possible to do so.

19. Boilers and/or Pressure Vessels


Customers having boilers and/or pressure vessels receiving a supply of water from the District must have a reduced pressure back flow preventor and a check valve on the water supply line and a vacuum valve on the stream line to prevent collapse in case the water supply from the District is discontinued or interrupted for any reason, with or without notice. It is the responsibility of the customer to make provisions for protection of his equipment in case of interrupted or intermittent service.

20. Backflow Preventors

All services shall have a means of backflow prevention, such type and location subject to approval of District. The District's standard service shall provide said backflow prevention as a part of its service connection. Special services and fire connection shall have backflow preventors of a type approved by the District, installed at the cost of prospective customer.

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR Shelby County, Simpsonville, KY
Community, Town or City

P.S.C. KY. NO. 4

SHEET NO. 11

West Shelby Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 3

SHEET NO. 11

RULES AND REGULATIONS

21. Cross-Connection

Kentucky Department of Health, Kentucky Public Service Commission and these Rules and Regulations do hereby explicitly state, that cross-connection of the District's system with any other source is hereby prohibited.

22. Relocation of Water Facility

The District may, at the request of a customer or other person, relocate, change, or modify existing District owned equipment, mains, or appurtenances. Those requesting shall reimburse District for such changes at actual cost including but not limited to appropriate legal, administrative, engineering, and overhead costs.

23. Damage to District's Water System

No person shall break, damage, destroy, uncover, deface, tamper with or otherwise alter any structure, appurtenance, equipment, or other property, which is a part of the District's water works. Any person violating this provision shall be subject to immediate arrest and/or discontinuation of water service and shall pay all costs of repairing or replacing the property including but not limited to all overhead expenses.

Any person, firm, or organization working around or near the District's distribution mains, appurtenances, or other property may request the District to indicate the location of same. However, location by District of same does not relieve such person of complete responsibility and liability for any and all damages, liability, and loss to the District's property resulting from any act of such person or his assigns and/or agent.

Any damage or injury to persons or property caused by or resulting from the acts of the customer or any other individual in relation to the District's property shall be paid by the customer or other individual in relation to the District's property shall be paid by the customer or other individual including but not limited to all loss, costs, and expenses including attorneys fee and court costs. Said customer or other individual shall indemnify the District from all loss, cost and expense, including but not limited to attorneys fees and court costs, resulting from or caused by the aforementioned acts.

23a. Use of District Facilities by Outside Agencies or Businesses.

Use of District facilities by private, commercial enterprises shall not be allowed. This shall include water towers, grounds, vehicles and any other facility belonging to the District. District facilities may be used by governmental agencies subject to approval of the District Commission.

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR Shelby County, Simpsonville, KY
Community, Town or City

P.S.C. KY. NO. 4

SHEET NO. 11

West Shelby Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 3

SHEET NO. 11

RULES AND REGULATIONS

24. Additional Load

The service connection supplied by the District for each customer has a definite capacity, and no addition to the equipment or load connected there to shall be allowed except by consent of the District. Failure to give notice of additions or changes in load, and to obtain the District's consent for same, shall render the customer liable to the District for all loss, cost, and expense, including but not limited to attorneys fees and court costs, for any damage to any of the District's lines or equipment caused by the additional or changed installation.

25. Notice of Trouble

Customer shall notify the District immediately should the service be unsatisfactory for any reason, or should there be any defects, trouble, or accidents affecting the supply of water. Such notices, if verbal, shall be confirmed in writing.

26. Distribution Extensions


Any person desiring an extension to the District's system shall request in writing in a form approved by the District for such extensions. Any extension shall be constructed across the entire frontage of applicant's property, unless otherwise agreed to in writing and approved by the Public Service Commission. Any requested extension shall be provided as follows:

The District shall determine the total cost of the proposed water main extension (exclusive of the meter connection) and the total length of the extension. The District shall pay that portion of the cost of the water main extension equal to 50 feet for each applicant for service. That part of the cost not covered by the District's portion shall be contributed equally by those applicants desiring service on the main extension. Each applicant will also be required to pay the District's approved "Tap-on-fee" for a meter connection to the main extension.

For a period of ten years after the original construction of the main extension each additional customer directly connected to each particular extension will be required to contribute to the cost of that water main extension based on a computation of both the District's portion of the total cost and each customer's contribution as set out above. The District must refund to those customers that have previously contributed to the cost of each main extension itself that amount necessary to reduce their contribution to the currently calculated amount for each customer connected to that extension. All customers directly connected to each main extension for a ten-year period after it is placed in service are to contribute equally to the cost of construction of the water main extension itself. In addition each customer must pay the approved "Tap-on-fee" applicable at the time of his or her application for the meter

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR Shelby County, Simpsonville, KY
Community, Town or City

P.S.C. KY. NO. 4

SHEET NO. 11

West Shelby Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 3

SHEET NO. 11

RULES AND REGULATIONS

connection. The "Tap-on-fee" is not part of the refundable cost of the extension and may be changed during the refund period. After the ten-year refund period expires, any additional customer applying for service on each main extension must be connected for the amount of the approved "Tap-on-fee" only.

It is the District's policy to use surplus District revenues to assist, in a nondiscriminatory manner, the extension of the District's water distribution system to areas not yet served by public water systems. When the District's surplus revenues permit, the District finds that there is a substantial opportunity for repayment of the District's additional contribution to construction costs, the District finds that the proposed extension will not otherwise be constructed, and the initial applicants unanimously agree, the District may, under the restrictions of this rule, contribute additional construction funds (over and above the 50' rule contribution) for the purpose of reducing each initial applicant's required contribution.

When this occurs the District shall treat itself as one or more additional applicants, and shall accordingly contribute additional construction funds in an amount equal to each applicant's required contribution times the number of the District's contributions as an applicant(s). The District shall also contribute the appropriate additional sums under the 50' rule. All applicants other than the District shall execute in favor of the District a written assignment of each applicant's future refunds under this rule. Each refund so received shall be applied by the District toward the District's construction contribution for the water main extension (but not including the District's additional 50' rule contributions). Once the District's construction contribution has been repaid in full the assignments shall expire and all future refunds shall be paid directly to all applicants other than the District. In addition those refunds, which would otherwise be paid to the District, shall then be evenly divided between all applicants other than the District.


An applicant desiring an extension to a proposed real estate subdivision will be required to pay the entire cost of the extension and no refund shall be made under the 50' rule as subdivider can add this cost, to cost of lots, if he so desires.

District personnel shall make all taps and connections to the extended line.

Nothing contained herein shall be construed to prohibit the District from making extensions under different arrangement provided such arrangements have been approved by the Public Service Commission.

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR Shelby County, Simpsonville, KY
Community, Town or City

P.S.C. KY. NO. 4

SHEET NO. 11

West Shelby Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 3

SHEET NO. 11

RULES AND REGULATIONS

27. Complaints

Complaints may be made to the operator of the system whose decision may be appealed to the District Commissioners. Such appeal shall be in writing within ten (10) days of date of decision by operator, which shall also be in writing and dated, stating the nature of the complaint and supporting evidence. Decisions by the District's Commissioners are final subject only to appeal to the Public Service Commission according to the procedures of that body.

28. Sale of Water

Water furnished by the District may be used for domestic consumption by the customer's household or business, subject to special service agreements. The customer shall not sell, donate, give or allow use of such water to anyone except those members of his household or his business whichever is applicable.

29. Contributions in Aid of Construction

The District will accept contributions in aid of construction including but not limited to customer-financed extensions to its water system. In addition, such contributions in aid of construction may consist of cash donations, in any amount, which the District may, at its option, apply to expenses of an extension or other projects. The acceptance by the District of contributions in aid of construction entitles no one to a refund and none shall be made.

30. Taps and Connections

All taps and connections to the mains of the District shall be made by and/or under the supervision and direction of District personnel or contractors.

31. Fire Protection

- a. The District's system is not designed nor intended for use for fire protection in any matter whatsoever. Any customer using same for fire protection does so at his full and sole responsibility and risk. Certain Industrial Park areas are fire flow areas and industrial users are aware that these are fire flow areas. The charge for fire flow protection is .0015 per square foot of building space per month.

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR Shelby County, Simpsonville, KY
Community, Town or City

P.S.C. KY. NO. 4

SHEET NO. 11

West Shelby Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 3

SHEET NO. 11

RULES AND REGULATIONS

- b. Private fire protection sprinkler systems may be connected to the District's mains for an annual charge of \$300 due and payable prior to installation of the sprinkler system and on the anniversary date of installation thereafter.

The District makes no warranty as to the sufficiency of the water supply or the adequacy of the water pressure at any time. (See Tariff #2 for further restrictions).

Fire Hydrants installed on the distribution lines of this District are for the sole purpose of flushing the lines, or other uses by the District necessary for proper maintenance of the lines. The District is not responsible for, nor does it guarantee, any minimum pressure or flow at these hydrants, other than the minimum required by the Public Service Commission for distribution lines. Fire hydrants may be used fire department units in the performance of their duty, but any damage to the distribution lines resulting from excessive pumping pressure will be the liability of that unit. The District shall be reimbursed for water used from hydrants to fight fires or in fire department trainings when said usage last more than two (2) hours. The District Manager shall make a reasonable estimate of the water used. The amount charged for said usage shall be equal to the approved rate for a four (4) inch meter.

New fire hydrants will be installed only if a professional engineer with a Kentucky registration has certified that the proposed fire hydrant will be able to provide a minimum fire flow of 250 gallons per minute and that the system supporting this flow has the capacity of providing this flow for a period of not less than two hours plus consumption at the maximum daily rate.

32. Multiple Users on One Meter

A separate meter shall be installed for service to each residential or business unit. The customer will not permit anyone else to connect to the District's water line or meter or the customer's service line without the prior written consent of the District. Water furnished for a given residential or business unit shall be used at that unit only. Pending the elimination of all existing multiple use meters from the District's system, where two or more tenants or occupants (of different rental units) of property, including duplexes, apartment houses, mobile home parks, farms or other multi-unit premises, are served by a single water meter, the rates and charges shall be computed by dividing the number of gallons of water registered by such single meter by the numbers of customers being served through such meter and then applying the results thus obtained to the water rate schedule, then times the number of customers served to arrive at the monthly bill that the owner or occupant of the property must pay. In no event shall the monthly bill applicable to each tenant or occupant be less than the minimum water rate in the applicable rate schedule.

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR Shelby County, Simpsonville, KY
Community, Town or City

P.S.C. KY. NO. 4

SHEET NO. 11

West Shelby Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. 3

SHEET NO. 11

RULES AND REGULATIONS

Monitoring of Customer Usage


At least once annually the District will monitor the usage of each customer according to the following procedure:

1. The customer's annual usage for the most recent 12-month period will be compared with the annual usage for the 12 months immediately preceding that period.
2. If the annual usage for the two periods are substantially the same or if any difference is known to be attributed to unique circumstances, such as unusual weather conditions, common to all customers, no further review will be done.
3. If the annual usages differ by 100% or more and cannot be attributed to a readily identified common cause, the District will compare the customer's monthly usage records for the 12-month period with the monthly usage for the same months of the preceding year.
4. If the cause for the usage deviation cannot be determined from analysis of the customer's meter reading and billing records, the District will contact the customer by telephone or in writing to determine whether there have been changes such as different appliances, changes in business volume, or know leaks in the customer's service line.
5. Where the deviation is not otherwise explained, the District will test the customer's meter to determine whether it shows an average error greater than 2% fast or slow.
6. The District will notify the customers of the investigation, its findings, and any refunds or back billing in accordance with 807 KAR 5:006, Sections 10 (4) and (5).

In addition to the annual monitoring, the District will immediately investigate usage deviations brought to its attention as a result of its on-going meter reading or billing processes or customer inquiry.

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

FOR Shelby County, Simpsonville, KY
Community, Town or City

P.S.C. KY. NO. _____ 4 _____

_____ SHEET NO. _____ 11 _____

CANCELLING P.S.C. KY. NO. _____ 3 _____


_____ SHEET NO. _____ 11 _____

West Shelby Water District
(Name of Utility)

RULES AND REGULATIONS

DATE OF ISSUE August 29, 2007
Month / Date / Year

DATE EFFECTIVE September 1, 2007
Month / Date / Year

ISSUED BY  Ray L. Larmee
(Signature of Officer)

TITLE DISTRICT COMMISSION CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00336 DATED: August 29, 2007

