

**NOTICE**

Kentucky American Water Company ("Kentucky American Water") expects to file on May 15, 2026, an application with the Kentucky Public Service Commission proposing to increase annual water service revenues by approximately 10.88%. The proposed annual revenue increases by customer classification are: Residential: \$14,115,881 or 16.52%; Commercial: \$8,093,093 or 18.61%; Industrial: \$1,040,621 or 22.92%; Other Public Authority: \$60 or 0.0005%; Sales for Resale: \$106,870 or 4.92%; Private Fire Service and Hydrants: \$37,791 or 0.73%; Miscellaneous ("Bulk Sales of Water through Loading Stations"): \$4,884 or 3.13%. The proposed annual revenue decreases by customer classification are: Public Fire Hydrants: \$5,826,544 or 84.09%. The proposed effective date of rates is for service rendered on and after June 14, 2026. Kentucky American Water has requested proposed rates be implemented to all customer classifications as shown below:

**KENTUCKY AMERICAN WATER/BLACK MOUNTAIN**

<b>Average Monthly Bills:</b>						
	<u>Monthly Usage (gallons)</u>	<u>Current Average Bill</u>	<u>Proposed Average Bill</u>	<u>\$ Change</u>	<u>% Change</u>	
Residential (5/8")	4,032	\$51.60	\$59.82	\$8.22	15.93%	
Commercial (5/8")	36,786	314.42	375.74	61.32	19.50%	
Industrial (2")	1,691,047	12,139.30	14,574.09	2,434.79	20.06%	
Other Public Authority (2")	126,350	1,175.03	1,170.88	(4.15)	(0.35%)	
Sales for Resale (4")	1,194,780	10,422.40	10,978.81	556.41	5.34%	
Miscellaneous (1")	8,905	99.22	96.10	(3.12)	(3.14%)	
Private Fire Hydrant	N/A	N/A	120.00	0.00	0.00%	
Public Fire Hydrant	N/A	N/A	75.00	(63.47)	(84.63%)	
Private Fire Line (6")	N/A	125.55	125.55	0.00	0.00	

**Proposed Rate Change for all customers:**

<b>Monthly Service Charge by Meter Size:</b>						
<u>Meter Size</u>	<u>Present Rate</u>	<u>Proposed Rate</u>	<u>\$ Change</u>	<u>% Change</u>		
5/8"	\$19.89	\$21.70	\$1.81	9.10%		
3/4"	29.75	32.50	2.75	9.24%		
1"	49.45	53.90	4.45	9.00%		
1 1/2"	98.95	108.00	9.05	9.15%		
2"	158.40	172.80	14.40	9.09%		
3"	296.85	323.90	27.05	9.11%		
4"	494.85	539.90	45.05	9.10%		
6"	989.40	1,079.40	90.00	9.10%		
8"	1,583.05	1,727.10	144.05	9.10%		

**Consumption Charges:**

<u>Class</u>	<u>Present Rate</u>		<u>Proposed Rate</u>		<u>\$ Change</u>		<u>%</u>
	<u>Per 1,000 Gallons</u>	<u>Per 100 Gallons</u>	<u>Per 1,000 Gallons</u>	<u>Per 100 Gallons</u>	<u>Gallons</u>	<u>Gallons</u>	
Residential	\$7,8656	\$0.78656	\$9,4547	\$0.94547	\$1,5891	\$0.15891	20.20%
Commercial	8,0066	0.80066	9,6242	0.96242	1,6176	0.16176	20.20%
Industrial	7,0849	0.70849	8,5162	0.85162	1,4313	0.14313	20.20%
Other Public Authority	8,0347	0.80347	7,8881	0.78881	(0.1466)	(0.01466)	(1.82%)
Sales for Resale	8,3091	0.83091	8,7371	0.87371	0.4280	0.04280	5.15%
Miscellaneous	Per 100 Gallons	Per 50 Gallons	Per 100 Gallons	Per 50 Gallons	Per 100 Gallons	Per 50 Gallons	% Change
	\$0.55892	\$0.27946	\$0.47387	\$0.23694	(\$0.08505)	(\$0.04252)	(15.22%)

**Fire Protection:**

<u>Private Fire Line Size</u>	<u>Current Monthly Rate</u>	<u>Proposed Monthly Rate</u>	<u>\$ Change</u>	<u>% Change</u>
2"	\$14.00	\$14.00	\$0.00	0.00%
4"	56.00	56.00	0.00	0.00%
6"	125.55	125.55	0.00	0.00%
8"	223.00	223.00	0.00	0.00%
10"	348.25	348.25	0.00	0.00%
12"	521.25	521.25	0.00	0.00%
14"	502.00	502.00	0.00	0.00%
16"	891.50	891.50	0.00	0.00%
Private Fire Hydrant	120.00	120.00	0.00	0.00%
Public Fire Hydrant	75.00	11.53	(63.47)	(84.63%)

**LIVINGSTON**

<b>Average Monthly Bills:</b>						
	<u>Monthly Usage (gallons)</u>	<u>Current Average Bill</u>	<u>Proposed Average Bill</u>	<u>\$ Change</u>	<u>% Change</u>	
Residential (5/8")	4,067	\$52.71	\$60.15	\$7.44	14.11%	
Commercial (5/8")	36,944	417.97	377.26	(40.71)	(9.74%)	
Industrial (2")						
Other Public Authority (2")		No Livingston customers or service are currently classified as Industrial, Other Public Authority,				
Sales for Resale (4")		Sale for Resale, Miscellaneous, Private Fire Hydrant, Public Fire Hydrant or Private Fire Line.				
Miscellaneous (1")						
Private Fire Hydrant						
Public Fire Hydrant						
Private Fire Line (6")						

**Proposed Rate Change for all customers:**

<b>Monthly Service Charge by Meter Size:</b>						
<u>Meter Size</u>	<u>Present Rate</u>	<u>Proposed Rate</u>	<u>\$ Change</u>	<u>% Change</u>		
5/8"	\$29.74	\$21.70	(\$8.04)	(27.03%)		
3/4"	29.74	32.50	2.76	9.28%		
1"	29.74	53.90	24.16	81.24%		
1 1/2"	29.74	108.00	78.26	263.15%		
2"	29.74	172.80	143.06	481.04%		
3"	29.74	323.90	294.16	989.11%		
4"	29.74	539.90	510.16	1,715.40%		
6"	29.74	1,079.40	1,049.66	3,529.46%		
8"	29.74	1,727.10	1,697.36	5,707.33%		

**Consumption Charges:**

<u>Class</u>	<u>Present Rate</u>		<u>Proposed Rate</u>		<u>\$ Change</u>		<u>%</u>
	<u>Per 1,000 Gallons</u>	<u>Per 100 Gallons</u>	<u>Per 1,000 Gallons</u>	<u>Per 100 Gallons</u>	<u>Per 1,000 Gallons</u>	<u>Per 100 Gallons</u>	
Residential	\$0.0000	\$0.00000	\$9.4547	\$0.94547	\$9.4547	\$0.94547	New Rate
Over 2,000 Gallons	11.1100	1.11100	9.4547	0.94547	(1.6553)	(0.16553)	(14.90%)
Commercial	\$0.0000	\$0.00000	\$9.6242	\$0.96242	\$9.6242	\$0.96242	New Rate
Over 2,000 Gallons	11.1100	1.11100	9.6242	0.96242	(1.4858)	(0.14858)	(13.37%)
Industrial	\$0.0000	\$0.00000	\$8.5162	\$0.85162	\$8.5162	\$0.85162	New Rate
Over 2,000 Gallons	11.1100	1.11100	8.5162	0.85162	(2.5938)	(0.25938)	(23.35%)
Other Public Authority	\$0.0000	\$0.00000	\$7.8881	\$0.78881	\$7.8881	\$0.78881	New Rate
Over 2,000 Gallons	11.1100	1.11100	7.8881	0.78881	(3.2219)	(0.32219)	(29.00%)
Sales for Resale	\$3.6900	\$0.36900	\$8.7371	\$0.87371	\$5.0471	\$0.50471	136.78%
All Usage							
Miscellaneous	Per 100 Gallons	Per 50 Gallons	Per 100 Gallons	Per 50 Gallons	Per 100 Gallons	Per 50 Gallons	% Change
All Usage	\$0.00000	\$0.00000	\$0.47387	\$0.23694	\$0.47387	\$0.23694	New Rate

**Fire Protection:**

<u>Private Fire Line Size</u>	<u>Current Monthly Rate</u>	<u>Proposed Monthly Rate</u>	<u>\$ Change</u>	<u>% Change</u>
2"	\$0.00	\$14.00	\$14.00	New Rate
4"	\$0.00	56.00	56.00	New Rate
6"	\$0.00	125.55	125.55	New Rate
8"	\$0.00	223.00	223.00	New Rate
10"	\$0.00	348.25	348.25	New Rate
12"	\$0.00	521.25	521.25	New Rate
14"	\$0.00	502.00	502.00	New Rate
16"	\$0.00	891.50	891.50	New Rate
Private Fire Hydrant	\$0.00	120.00	120.00	New Rate
Public Fire Hydrant	\$0.00	11.53	11.53	New Rate

**BELL AND HICKMAN COUNTIES**

<b>Average Monthly Bills:</b>						
	<u>Monthly Usage (gallons)</u>	<u>Current Average Bill</u>	<u>Proposed Average Bill</u>	<u>\$ Change</u>	<u>% Change</u>	
Residential (5/8")	3,286	\$38.31	\$52.77	\$14.46	37.74%	
Commercial (5/8")	10,455	87.45	122.32	34.87	39.87%	
Industrial (2")	327,859	1,889.49	2,984.91	1,075.42	56.92%	
Other Public Authority (2")	21,788	275.58	344.67	69.09	25.07%	
Sales for Resale (4")	No Bell and Hickman County customers or services are currently classified as Sale for Resale or Miscellaneous.					
Miscellaneous (1")						
Private Fire Hydrant	N/A	46.16	120.00	73.84	159.97%	
Public Fire Hydrant	N/A	10.20	11.53	1.33	13.04%	
Private Fire Line (6")	N/A	46.16	125.55	79.39	171.99%	

**Proposed Rate Change for all customers:**

<b>Monthly Service Charge by Meter Size:</b>						
<u>Meter Size</u>	<u>Present Rate</u>	<u>Proposed Rate</u>	<u>\$ Change</u>	<u>% Change</u>		
5/8"	\$15.78	\$21.70	\$5.92	37.52%		
3/4"	15.78	32.50	16.72	105.96%		
1"	39.45	53.90	14.45	36.63%		
1 1/2"	78.89	108.00	29.11	36.90%		
2"	126.22	172.80	46.58	36.90%		
3"	236.66	323.90	87.24	36.86%		
4"	394.44	539.90	145.46	36.88%		