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

Average Monthly Bills:

	Monthly Usage (gallons)	Current Average Bill	Proposed Average Bill	$ Change	% Change
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	120.00	120.00	0.00	0.00%
Public Fire Hydrant	N/A	75.00	11.53	(63.47)	(84.63%)
Private Fire Line (6")	N/A	125.55	125.55	0.00	0.00

Proposed Rate Change for all customers:

Monthly Service Charge by Meter Size:

Meter Size	Present Rate	Proposed Rate	$ Change	% Change
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 ½"	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:

	Present Rate		Proposed Rate		$ Change		
Class	Per 1,000 Gallons	Per 100 Gallons	Per 1,000 Gallons	Per 100 Gallons	Per 1,000 Gallons	Per 100 Gallons	% Change
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%
	Per 100 Gallons	Per 50 Gallons	Per 100 Gallons	Per 50 Gallons	Per 100 Gallons	Per 50 Gallons	% Change
Miscellaneous	$0.55892	$0.27946	$0.47387	$0.23694	($0.08505)	($0.04252)	(15.22%)

Fire Protection:

Private Fire Line Size	Current Monthly Rate	Proposed Monthly Rate	$ Change	% Change
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

Average Monthly Bills:

	Monthly Usage (gallons)	Current Average Bill	Proposed Average Bill	$ Change	% Change
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:

Monthly Service Charge by Meter Size:

Meter Size	Present Rate	Proposed Rate	$ Change	% Change
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 ½"	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:

	Present Rate		Proposed Rate		$ Change		
Class	Per 1,000 Gallons	Per 100 Gallons	Per 1,000 Gallons	Per 100 Gallons	Per 1,000 Gallons	Per 100 Gallons	% Change
Residential							
0-2,000 Gallons	$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							
0-2,000 Gallons	$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							
0-2,000 Gallons	$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							
0-2,000 Gallons	$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							
All Usage	$3.6900	$0.36900	$8.7371	$0.87371	$5.0471	$0.50471	136.78%
	Per 100 Gallons	Per 50 Gallons	Per 100 Gallons	Per 50 Gallons	Per 100 Gallons	Per 50 Gallons	% Change
Miscellaneous							
All Usage	$0.00000	$0.00000	$0.47387	$0.23694	$0.47387	$0.23694	New Rate

Fire Protection:

Private Fire Line Size	Current Monthly Rate	Proposed Monthly Rate	$ Change	% Change
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

Average Monthly Bills:

	Monthly Usage (gallons)	Current Average Bill	Proposed Average Bill	$ Change	% Change
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	2,964.91	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:

Monthly Service Charge by Meter Size:

Meter Size	Present Rate	Proposed Rate	$ Change	% Change
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 ½"	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%
6"	788.87	1,079.40	290.53	36.83%
8"	0.00	1,727.10	1,727.10	New Rate

Consumption Charges:

	Present Rate		Proposed Rate		$ Change		
	Per 1,000	Per 100	Per 1,000	Per 100	Per 1,000	Per 100	%

Class	Gallons	Gallons	Gallons	Gallons	Gallons	Gallons	Increase
Residential							
0-100,000 Gallons	$6.8550	$0.68550	$9.4547	$0.94547	$2.5997	$0.25997	37.92%
Over 100,000 Gallons	4.7300	0.47300	9.4547	0.94547	4.7247	0.47247	99.89%
Commercial							
0-100,000 Gallons	$6.8550	$0.68550	$9.6242	$0.96242	$2.7692	$0.27692	40.40%
Over 100,000 Gallons	4.7300	0.47300	9.6242	0.96242	4.8942	0.48942	103.47%
Industrial							
0-100,000 Gallons	$6.8550	$0.68550	$8.5162	$0.85162	$1.6612	$0.16612	24.23%
Over 100,000 Gallons	4.7300	0.47300	8.5162	0.85162	3.7862	0.37862	80.05%
Other Public Authority							
0-100,000 Gallons	$6.8550	$0.68550	$7.8881	$0.78881	$1.0331	$0.10331	15.07%
Over 100,000 Gallons	4.7300	0.47300	7.8881	0.78881	3.1581	0.31581	66.77%
Sales for Resale							
All Usage	$2.4890	$0.24890	$8.7371	$0.87371	$6.2481	$0.62481	251.03%
	Per 100 Gallons	Per 50 Gallons	Per 100 Gallons	Per 50 Gallons	Per 100 Gallons	Per 50 Gallons	% Change
Miscellaneous							
All Usage	$0.00000	$0.00000	$0.47387	$0.23694	$0.47387	$0.23694	New Rate

Fire Protection:

Private Fire Line Size	Current Monthly Rate	Proposed Monthly Rate	$ Change	% Change
2”	$46.16	$14.00	($32.16)	(69.67%)
4”	46.16	56.00	9.84	21.32%
6”	46.16	125.55	79.39	171.99%
8”	46.16	223.00	176.84	383.10%
10”	46.16	348.25	302.09	654.44%
12”	46.16	521.25	475.09	1,029.22%
14”	46.16	502.00	455.84	987.52%
16”	46.16	891.50	845.34	1,831.33%
Private Fire Hydrant	46.16	120.00	73.84	159.97%
Public Fire Hydrant	10.20	11.53	1.33	13.04%
Ambleside Private Fire Surcharge	4.59	4.59	0.00	0.00%

Kentucky American Water has also proposed additions to its tariff to include a System Improvement Program surcharge that would apply to Residential, Commercial, Industrial, Other Public Authority, Sale for Resale, Public and Private Fire Service classifications for qualified infrastructure investments. This surcharge would be calculated annually based on forecasted qualified infrastructure costs and applied to each customer’s monthly bill. Kentucky American Water is also proposing tariff revisions to (1) clarify its ability to inspect existing plumbing and (2) provide flexibility regarding the advance payment terms for private fire hydrants.

In the preceding paragraphs, "Black Mountain” refers to customers served by Black Mountain Utility District, as Kentucky American Water and Black Mountain have submitted a request to the Commission in Case No. 2026-00097 to transfer control of Black Mountain’s assets to Kentucky American Water. Kentucky American Water is also including a request in this rate case regarding the valuation of the Black Mountain acquisition. “Livingston” refers to customers served by the City of Livingston, as the Commission approved the transfer of Livingston’s assets to Kentucky American Water in Case No.2025-00364. “Bell and Hickman Counties” refers to customers served by Water Service Company of Kentucky, Inc., as the Commission approved the transfer of Water Service’s assets in those counties to Kentucky American Water in Case No. 2025-00171.

This application may be examined at the offices of Kentucky American Water located at 2300 Richmond Road in Lexington, Kentucky.

This application may also be examined at the offices of the Public Service Commission located at 211 Sower Boulevard in Frankfort, Kentucky, Monday through Friday from 8:00 am – 4:30 pm or on the Commission’s website at http://psc.ky.gov.

Comments regarding this application may be submitted by mail to the Public Service Commission, Post Office Box 615, Frankfort KY 40602; or through its website at http://psc.ky.gov.

The rates contained in this notice are the rates proposed by Kentucky American Water, but the Public Service Commission may order rates to be charged that differ from the proposed rates contained in this notice.

Any person may submit a timely written request for intervention to the Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602, which establishes the grounds for the request including the status and interest of the party.

If the Public Service Commission does not receive a written request for intervention within thirty (30) days of the providing of this notice, the Public Service Commission may take final action on the application.