

Date: April 23, 2019

NOTICE CONCERNING RATE INCREASE

On March 20, 2019, the Indiana Utility Regulatory Commission approved a 22.49% rate increase for Floyds Knobs Water Company, Inc. (FKWC) customers. The increase will go into effect with the billing period from mid-April to mid-May, billed near the end of May. For a customer using 5,000 gallons in a month, the bill will go from \$41.30 to \$50.57. FKWC's newly approved rate schedule is available on the company's website (www.floydsknobswater.com).

This rate increase is the second of two increases (the first coming in November of 2014) needed, primarily, for FKWC to make the monthly payments on a \$4.7 million loan. The proceeds of the loan were used to replace several miles of deteriorated and undersized water mains that were part of the utility's original installations in the early 1960's, and to build a new one million gallon water tank, needed to address increased storage and pressure issues. These systems improvements will provide FKWC with water delivery stability for decades to come.

FKWC is a not-for-profit utility. The utility's Board of Directors is made up of seven member/customers. Be assured that management is constantly mindful of the need for effective utilization of the utility's revenues. The mission is to provide quality service at the lowest rates needed to deliver that quality service.

Floyd Knobs Water Company, Inc., Board of Directors