

Rubin & Hays

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CHARLES S. MUSSON
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June 20, 2008
RECEIVED
JUN 23 2008
PUBLIC SERVICE
COMMISSION

Ms. Stephanie Stumbo, Executive Director
Kentucky Public Service Commission
P.O. Box 615
Frankfort, Kentucky 40602

Re: Rattlesnake Ridge Water District PSC Case No. 2008-00167

Dear Ms. Stumbo:

In accordance with the PSC Order dated June 19, 2008 relating to the above case, enclosed please find the final refunding schedules which include the actual gross and net present value savings and the final loan debt service, including the final principal amount and the interest rates. The Kentucky Rural Water Finance Corporation loan to the District was dated May 29, 2008 and the proceeds of such loan were held in escrow pending the issuance of the approving order of the PSC.

Thank you for your assistance and if you need any additional information or documentation, please let us know.

Sincerely,

Rubin & Hays

By 
W. Randall Jones

WRJ:jlm
Enclosures

cc: Mr. Chris Stamper, Rattlesnake Ridge Water District

\$665,000

*Rattlesnake Ridge Water District
Refunding of Series 1996 through the
Kentucky Rural Water Finance Corporation*

Sources & Uses

Dated 05/29/2008 | Delivered 05/29/2008

Sources Of Funds

Par Amount of Bonds.....	\$665,000.00
Transfers from Prior Issue Debt Service Funds.....	22,840.00
Transfers from Prior Issue DSR Funds.....	72,275.00
Total Sources.....	\$760,115.00

Uses Of Funds

Original Issue Discount (OID).....	2,436.10
Total Underwriter's Discount (0.848%).....	5,639.20
Costs of Issuance.....	22,500.00
Deposit to Current Refunding Fund.....	725,560.00
Rounding Amount.....	3,979.70
Total Uses.....	\$760,115.00

\$665,000

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Debt Service Comparison

Date	Total P+I	Net New D/S	Old Net D/S	Savings
12/31/2008	-	-	21,760.00	21,760.00
12/31/2009	53,961.99	53,961.99	67,745.00	13,783.01
12/31/2010	53,987.50	53,987.50	66,195.00	12,207.50
12/31/2011	53,147.50	53,147.50	64,645.00	11,497.50
12/31/2012	57,156.25	57,156.25	67,940.00	10,783.75
12/31/2013	56,045.00	56,045.00	66,080.00	10,035.00
12/31/2014	49,972.50	49,972.50	64,220.00	14,247.50
12/31/2015	53,856.25	53,856.25	67,205.00	13,348.75
12/31/2016	52,613.75	52,613.75	65,035.00	12,421.25
12/31/2017	56,182.50	56,182.50	67,710.00	11,527.50
12/31/2018	54,562.50	54,562.50	65,230.00	10,667.50
12/31/2019	57,841.25	57,841.25	67,572.50	9,731.25
12/31/2020	51,120.00	51,120.00	64,737.50	13,617.50
12/31/2021	54,398.75	54,398.75	66,745.00	12,346.25
12/31/2022	52,548.13	52,548.13	63,570.00	11,021.87
12/31/2023	50,669.38	50,669.38	65,210.00	14,540.62
12/31/2024	53,655.00	53,655.00	66,500.00	12,845.00
12/31/2025	61,290.00	61,290.00	72,275.00	10,985.00
Total	\$923,008.25	\$923,008.25	\$1,150,375.00	\$227,366.75

PV Analysis Summary (Net to Net)

Net FV Cashflow Savings.....	227,366.75	
Transfers from Prior Issue Debt Service Fund.....	(22,840.00)	
Transfers from Prior Issue DSR Fund.....	(72,275.00)	
Contingency or Rounding Amount.....	3,979.70	
Net Benefit.....	\$136,231.45	
Gross PV Debt Service Savings.....	170,049.38	170,049.38
Transfers from Prior Issue Debt Service Fund.....	(22,840.00)	
Transfers from Prior Issue DSR Fund.....	(72,275.00)	
Contingency or Rounding Amount.....	3,979.70	
Net Present Value Benefit.....	\$78,914.08	
Net PV Benefit / \$690,000 Refunded Principal.....	11.44%	
Net PV Benefit / \$665,000 Refunding Principal.....	11.87%	

Refunding Bond Information

Refunding Dated Date.....	5/29/2008
Refunding Delivery Date.....	5/29/2008

\$665,000

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Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I	Fiscal Total
#####	-	-	-	-	-
#####	25,000.00	2.350%	16,776.99	41,776.99	-
#####	-	-	12,185.00	12,185.00	-
#####	-	-	-	-	53,961.99
#####	30,000.00	2.550%	12,185.00	42,185.00	-
#####	-	-	11,802.50	11,802.50	-
#####	-	-	-	-	53,987.50
#####	30,000.00	3.050%	11,802.50	41,802.50	-
#####	-	-	11,345.00	11,345.00	-
#####	-	-	-	-	53,147.50
#####	35,000.00	3.050%	11,345.00	46,345.00	-
#####	-	-	10,811.25	10,811.25	-
#####	-	-	-	-	57,156.25
#####	35,000.00	3.300%	10,811.25	45,811.25	-
#####	-	-	10,233.75	10,233.75	-
#####	-	-	-	-	56,045.00
#####	30,000.00	3.300%	10,233.75	40,233.75	-
#####	-	-	9,738.75	9,738.75	-
#####	-	-	-	-	49,972.50
#####	35,000.00	3.550%	9,738.75	44,738.75	-
#####	-	-	9,117.50	9,117.50	-
#####	-	-	-	-	53,856.25
#####	35,000.00	3.550%	9,117.50	44,117.50	-
#####	-	-	8,496.25	8,496.25	-
#####	-	-	-	-	52,613.75
#####	40,000.00	4.050%	8,496.25	48,496.25	-
#####	-	-	7,686.25	7,686.25	-
#####	-	-	-	-	56,182.50
#####	40,000.00	4.050%	7,686.25	47,686.25	-
#####	-	-	6,876.25	6,876.25	-
#####	-	-	-	-	54,562.50
#####	45,000.00	4.050%	6,876.25	51,876.25	-
#####	-	-	5,965.00	5,965.00	-
#####	-	-	-	-	57,841.25
#####	40,000.00	4.050%	5,965.00	45,965.00	-
#####	-	-	5,155.00	5,155.00	-
#####	-	-	-	-	51,120.00
#####	45,000.00	4.050%	5,155.00	50,155.00	-
#####	-	-	4,243.75	4,243.75	-
#####	-	-	-	-	54,398.75
#####	45,000.00	4.175%	4,243.75	49,243.75	-
#####	-	-	3,304.38	3,304.38	-
#####	-	-	-	-	52,548.13
#####	45,000.00	4.175%	3,304.38	48,304.38	-
#####	-	-	2,365.00	2,365.00	-
#####	-	-	-	-	50,669.38
#####	50,000.00	4.300%	2,365.00	52,365.00	-
#####	-	-	1,290.00	1,290.00	-
#####	-	-	-	-	53,655.00
#####	60,000.00	4.300%	1,290.00	61,290.00	-
#####	-	-	-	-	61,290.00
Total	\$665,000.00	-	\$258,008.25	\$923,008.25	-

Yield Statistics

Bond Year Dollars	\$6,422.03
Average Life	9.657 Years
Average Coupon	4.0175511%
Net Interest Cost (NIC)	4.1432949%
True Interest Cost (TIC)	4.1518825%
Bond Yield for Arbitrage Purposes	4.1466809%
All Inclusive Cost (AIC)	4.6121608%

IRS Form 8038

Net Interest Cost	4.0891076%
Weighted Average Maturity	9.613 Years

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\$665,000

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Net Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I	Net New D/S
12/31/2008	-	-	-	-	-
12/31/2009	25,000.00	2.350%	28,961.99	53,961.99	53,961.99
12/31/2010	30,000.00	2.550%	23,987.50	53,987.50	53,987.50
12/31/2011	30,000.00	3.050%	23,147.50	53,147.50	53,147.50
12/31/2012	35,000.00	3.050%	22,156.25	57,156.25	57,156.25
12/31/2013	35,000.00	3.300%	21,045.00	56,045.00	56,045.00
12/31/2014	30,000.00	3.300%	19,972.50	49,972.50	49,972.50
12/31/2015	35,000.00	3.550%	18,856.25	53,856.25	53,856.25
12/31/2016	35,000.00	3.550%	17,613.75	52,613.75	52,613.75
12/31/2017	40,000.00	4.050%	16,182.50	56,182.50	56,182.50
12/31/2018	40,000.00	4.050%	14,562.50	54,562.50	54,562.50
12/31/2019	45,000.00	4.050%	12,841.25	57,841.25	57,841.25
12/31/2020	40,000.00	4.050%	11,120.00	51,120.00	51,120.00
12/31/2021	45,000.00	4.050%	9,398.75	54,398.75	54,398.75
12/31/2022	45,000.00	4.175%	7,548.13	52,548.13	52,548.13
12/31/2023	45,000.00	4.175%	5,669.38	50,669.38	50,669.38
12/31/2024	50,000.00	4.300%	3,655.00	53,655.00	53,655.00
12/31/2025	60,000.00	4.300%	1,290.00	61,290.00	61,290.00
Total	\$665,000.00	-	\$258,008.25	\$923,008.25	\$923,008.25

\$665,000

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Pricing Summary

Maturity	Type of Bond	Coupon	Yield	Maturity Value	Price	Dollar Price
02/01/2009	Serial Coupon	2.350%	2.350%	25,000.00	100.000%	25,000.00
02/01/2010	Serial Coupon	2.550%	2.550%	30,000.00	100.000%	30,000.00
02/01/2011	Serial Coupon	3.050%	2.800%	30,000.00	100.637%	30,191.10
02/01/2012	Serial Coupon	3.050%	3.050%	35,000.00	100.000%	35,000.00
02/01/2013	Serial Coupon	3.300%	3.170%	35,000.00	100.558%	35,195.30
02/01/2014	Serial Coupon	3.300%	3.300%	30,000.00	100.000%	30,000.00
02/01/2015	Serial Coupon	3.550%	3.430%	35,000.00	100.708%	35,247.80
02/01/2016	Serial Coupon	3.550%	3.560%	35,000.00	99.929%	34,975.15
02/01/2017	Serial Coupon	4.050%	3.689%	40,000.00	102.652%	41,060.80
02/01/2018	Serial Coupon	4.050%	3.850%	40,000.00	101.601%	40,640.40
02/01/2019	Serial Coupon	4.050%	4.000%	45,000.00	100.394%	45,177.30
02/01/2020	Serial Coupon	4.050%	4.130%	40,000.00	99.258%	39,703.20
02/01/2021	Serial Coupon	4.050%	4.221%	45,000.00	98.335%	44,250.75
02/01/2022	Serial Coupon	4.175%	4.290%	45,000.00	98.811%	44,464.95
02/01/2023	Serial Coupon	4.175%	4.401%	45,000.00	97.573%	43,907.85
02/01/2024	Serial Coupon	4.300%	4.451%	50,000.00	98.309%	49,154.50
02/01/2025	Serial Coupon	4.300%	4.501%	60,000.00	97.658%	58,594.80
Total	-	-	-	\$665,000.00	-	\$662,563.90

Bid Information

Par Amount of Bonds.....	\$665,000.00
Reoffering Premium or (Discount).....	(2,436.10)
Gross Production.....	\$662,563.90
Total Underwriter's Discount (0.848%).....	\$(5,639.20)
Bid (98.786%).....	656,924.70
Total Purchase Price.....	\$656,924.70
Bond Year Dollars.....	\$6,422.03
Average Life.....	9.657 Years
Average Coupon.....	4.0175511%
Net Interest Cost (NIC).....	4.1432949%
True Interest Cost (TIC).....	4.1518825%