

SUBMIT ORIGINAL AND FIVE ADDITIONAL COPIES, UNLESS FILING ELECTRONICALLY

APPLICATION FOR RATE ADJUSTMENT  
BEFORE THE PUBLIC SERVICE COMMISSION

For Small Utilities Pursuant to 807 KAR 5:076  
(Alternative Rate Filing)

Peaks Mill Water District  
(Name of Utility)

7165 US 127 North  
(Business Mailing Address - Number and Street, or P.O. Box)

Frankfort, KY 40601  
(Business Mailing Address - City, State, and Zip)

502.227.5740  
(Telephone Number)

BASIC INFORMATION

NAME, TITLE, ADDRESS, TELEPHONE NUMBER and E-MAIL ADDRESS of the person to whom correspondence or communications concerning this application should be directed:

Church Quarles, Chairman  
(Name)

408 Indian Gap Road  
(Address - Number and Street or P.O. Box)

Frankfort, KY 40601  
(Address - City, State, Zip)

502.227.5740  
(Telephone Number)

(Email Address)

RECEIVED

JAN 09 2012

PUBLIC SERVICE  
COMMISSION

(For each statement below, the Applicant should check either "YES" or "NO".)

- |   | YES                                 | NO                                  |
|---|-------------------------------------|-------------------------------------|
| 1. a. In its immediate past calendar year of operation, Applicant had \$5,000,000 or less in gross annual revenue.  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| b. Applicant operates two or more divisions that provide different types of utility service. In its immediate past calendar year of operation, Applicant had \$5,000,000 or less in gross annual revenue from the division for which a rate adjustment is sought. | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| 2. a. Applicant has filed an annual report with the Public Service Commission for the past year.  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| b. Applicant has filed an annual report with the Public Service Commission for the two previous years.  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| 3. Applicant's records are kept separate from other commonly-owned enterprises.   | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |

- |   | YES                                 | NO                                  |
|---|-------------------------------------|-------------------------------------|
| 4. a. Applicant is a corporation. A certified copy of its articles of incorporation and all amendments are attached to this application or were filed with the Public Service Commission in Case No. <u>2011-00000000</u> .   | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| b. Applicant is a limited liability company. A certified copy of its articles of organization and all amendments are attached to this application or were filed with the Public Service Commission in Case No. <u>2011-00000000</u> .   | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| c. Applicant is a limited partnership. A certified copy of its limited partnership agreement and all amendments thereto are attached to this application or were filed with the Public Service Commission in Case No. <u>2011-00000000</u> .  | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| d. Applicant is a sole proprietorship or partnership.   | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| e. Applicant is a water district organized pursuant to KRS Chapter 74.  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| f. Applicant is a water association organized pursuant to KRS Chapter 273.  | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| 5. a. A paper copy of this application has been mailed to Office of Rate Intervention, Office of Attorney General, 1024 Capital Center Drive, Suite 200, Frankfort, Kentucky 40601-8204.  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| b. An electronic copy of this application has been electronically mailed to Office of Rate Intervention, Office of Attorney General at rateintervention@ag.ky.gov.  | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| 6. a. Applicant has 20 or fewer customers or is a sewer utility and has mailed written notice of the proposed rate adjustment to each of its customers no later than the date this application was filed with the Public Service Commission. A copy of this notice is attached to this application. ( <b>Attach a copy of customer notice.</b> )  | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| b. Applicant has more than 20 customers, is not a sewer utility, and has included written notice of the proposed rate adjustment with customer bills that were mailed by the date on which the application was filed. A copy of this notice is attached to this application. ( <b>Attach a copy of customer notice.</b> )   | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| c. Applicant has more than 20 customers, is not a sewer utility, and has made arrangements to publish notice once a week for three (3) consecutive weeks in a prominent manner in a newspaper of general circulation in its service area, the first publication having been made by the date on which this Application was filed. A copy of this notice is attached to this application. ( <b>Attach a copy of customer notice.</b> ) | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| 7. Applicant requires a rate adjustment for the reasons set forth in the attachment entitled "Reasons for Application." ( <b>Attach completed "Reasons for Application" Attachment.</b> )   | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |

- |       |  | YES                                 | NO                       |
|-------|--|-------------------------------------|--------------------------|
| 8.    | Applicant proposes to charge the rates that are set forth in the attachment entitled "Current and Proposed Rates." <b>(Attach completed "Current and Proposed Rates" Attachment.)</b>  | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 9.    | Applicant proposes to use its annual report for the immediate past year as the test period to determine the reasonableness of its proposed rates. This annual report is for the 12 months ending December 31, <u>2010</u> .  | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 10.   | Applicant has reason to believe that some of the revenue and expense items set forth in its most recent annual report have or will change and proposes to adjust the test period amount of these items to reflect these changes. A statement of the test period amount, expected changes, and reasons for each expected change is set forth in the attachment "Statement of Adjusted Operations." <b>(Attach a completed copy of appropriate "Statement of Adjusted Operations" Attachment and any invoices, letters, contracts, receipts or other documents that support the expected change in costs.)</b> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 11.   | Based upon test period operations, and considering any known and measurable adjustments, Applicant requires additional revenues of \$ <u>130,307</u> and total revenues from service rates of \$ <u>644,036</u> . The manner in which these amounts were calculated is set forth in "Revenue Requirement Calculation" Attachment. <b>(Attach a completed "Revenue Requirement Calculation" Attachment.)</b>  | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 12.   | As of the <b>date of the filing of this application</b> , Applicant had <u>1135</u> customers.   | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 13.   | A billing analysis of Applicant's current and proposed rates is attached to this application. <b>(Attach a completed "Billing Analysis" Attachment.)</b>   | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 14.   | Applicant's depreciation schedule of utility plant in service is attached. <b>(Attach a schedule that shows per account group: the asset's original cost, accumulated depreciation balance as of the end of the test period, the useful lives assigned to each asset and resulting depreciation expense.)</b>  | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 15.a. | Applicant has outstanding evidences of indebtedness, such as mortgage agreements, promissory notes, or bonds.  | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| b.    | Applicant has attached to this application a copy of each outstanding evidence of indebtedness (e.g., mortgage agreement, promissory note, bond resolution).   | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| c.    | Applicant has attached an amortization schedule for each outstanding evidence of indebtedness.   | <input checked="" type="checkbox"/> | <input type="checkbox"/> |

- |  | YES                                 | NO                                  |
|--|-------------------------------------|-------------------------------------|
| 16. a. Applicant is not required to file state and federal tax returns.  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| b. Applicant is required to file state and federal tax returns.  | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| c. Applicant's most recent state and federal tax returns are attached to this Application. <b>(Attach a copy of returns.)</b>  | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| 17. Approximately <u>20%</u> (Insert dollar amount or percentage of total utility plant) of Applicant's total utility plant was recovered through the sale of real estate lots or other contributions. | <input type="checkbox"/>            | <input type="checkbox"/>            |

I am authorized by the Applicant to sign and file this application on the Applicant's behalf, have read and completed this application, and to the best of my knowledge all the information contained in this application and its attachments is true and correct.

Signed Church Quarles  
 Officer of the Company/Authorized Representative  
 Title Chairman, Peaks Mill Water District  
 Date 01-05-12

COMMONWEALTH OF KENTUCKY

COUNTY OF Franklin

Before me appeared Church Quarles, who after being duly sworn, stated that he/she had read and completed this application, that he/she is authorized to sign and file this application on behalf of the Applicant, and that to the best of his/her knowledge all the information contained in this application and its attachments is true and correct.

Ruth H. Webb  
 Notary Public # 439396  
 My commission expires: March 21, 2015

**Legal Notice**

**NOTICE**

Peaks Mill Water District has filed an application with the Public Service Commission to increase its rates for water service.

**Monthly Rates**

<u>Current</u>		<u>Proposed</u>	<u>Rate</u>
First 2,000 Gallons	\$20.13	First 2,000	\$25.46 Minimum Bill
First 3,000 Gallons	6.65	First 3,000	8.37 per 1,000 gallons
First 5,000 Gallons	5.43	First 5,000	7.18 per 1,000 gallons
Over 10,000 Gallons	4.82	Over 10,000	6.01 per 1,000 gallons

	<u>MONTHLY</u>	<u>MONTHLY</u>	<u>PERCENT</u>
	<u>BILL AT</u>	<u>BILL AT</u>	<u>INCREASE</u>
<u>MONTHLY</u>	<u>CURRENT</u>	<u>PROPOSED</u>	<u>OVER</u>
<u>USAGE</u>	<u>RATE</u>	<u>RATE</u>	<u>CURRENT</u>
2,000	\$20.13	25.46	26.48%
5,000	40.08	50.57	26.17%
10,000	67.23	86.47	28.62%
20,000	115.43	146.57	26.98%
30,000	163.63	206.67	26.30%
50,000	260.03	326.87	25.70%
75,000	380.53	477.12	25.38%
100,000	501.03	627.37	25.22%
150,000	742.03	927.87	25.04%
200,000	983.03	1228.37	24.96%
300,000	1465.03	1829.37	24.87%

The rates contained in this notice are the rates proposed by the Peaks Mill Water District. However, the Public Service Commission may order rates to be charged that are higher or lower than the rates proposed in this notice.

Any corporation, association, body politic, or person may request leave to intervene, by motion within thirty (30) days after notice of the proposed rate change is given. A motion to intervene shall be in writing, shall be submitted to the Executive Director, Public Service Commission, P.O. Box 615, Frankfort, Kentucky 40602, and shall set forth the grounds for the motion, including the status and interest of the party movant. Copies of the application may be obtained at no charge from the District office at 7165 US 127 North, in Frankfort, KY 40601. The application and all documents filed with the Public Service Commission may be viewed and down loaded from the Public Service Commission's website at <http://psc.ky.gov>.

01/08,15,22/12

**LIST OF ATTACHMENTS**  
**(Indicate all documents submitted by checking box)**

- Applicant's Articles of Incorporation, Articles of Organization, or Limited Partnership Agreement.
- All amendments to Applicant's Articles of Incorporation, Articles of Organization, or Limited Partnership Agreement.
- Customer Notice of Proposed Rate Adjustment
- "Reasons for Application" Attachment
- "Current and Proposed Rates" Attachment
- "Statement of Adjusted Operations" Attachment
- "Revenue Requirements Calculation" Attachment
- "Billing Analysis" Attachment
- Depreciation Schedule
- Outstanding Debt Instruments (i.e., Bond Resolutions, Mortgages, Promissory Notes, Amortization Schedules.)
- State Tax Return
- Federal Tax Return

## NOTICE

Peaks Mill Water District has filed an application with the Public Service Commission to increase its rates for water service.

Monthly Rate:

<u>Current</u>			<u>Proposed</u>		<u>Rate</u>
First	2,000 Gallons	\$20.13	First	2,000	\$25.46 Minimum Bill
First	3,000 Gallons	6.65	First	3,000	8.37 per 1,000 gallons
First	5,000 Gallons	5.43	First	5,000	7.18 per 1,000 gallons
Over	10,000 Gallons	4.82	Over	10,000	6.01 per 1,000 gallons

	MONTHLY		MONTHLY	PERCENT
	BILL AT		BILL AT	INCREASE
MONTHLY	CURRENT		PROPOSED	OVER
<u>USAGE</u>	<u>RATE</u>		<u>RATE</u>	<u>CURRENT</u>
2,000	\$20.13		25.46	26.48%
5,000	40.08		50.57	26.17%
10,000	67.23		86.47	28.62%
20,000	115.43		146.57	26.98%
30,000	163.63		206.67	26.30%
50,000	260.03		326.87	25.70%
75,000	380.53		477.12	25.38%
100,000	501.03		627.37	25.22%
150,000	742.03		927.87	25.04%
200,000	983.03		1228.37	24.96%
300,000	1465.03		1829.37	24.87%

The rates contained in this notice are the rates proposed by the Peaks Mill Water District. However, the Public Service Commission may order rates to be charged that are higher or lower than the rates proposed in this notice.

Any corporation, association, body politic, or person may request leave to intervene, by motion within thirty (30) days after notice of the proposed rate change is given. A motion to intervene shall be in writing, shall be submitted to the Executive Director, Public Service Commission, Post Office Box 615, Frankfort, KY 40602, and shall set forth the grounds for the motion, including the status and interest of the party movant. Copies of the application may be obtained at no charge from the District office at 7165 US 127 North, in Frankfort, KY 40601. The application and all documents filed with the Public Service Commission may be viewed and downloaded from the Public Service Commission's website at <http://psc.ky.gov>.

**REASONS FOR APPLICATION**

**(In the space below list all reasons why the Applicant requires a rate adjustment. Describe any event or occurrence of significance that may affect the Applicant's present or future financial condition, including but not limited to excessive water line losses, regulatory changes, major repairs, planned construction, and increases in wholesale water costs.)**

The proposed increase in the rates and charges is necessary for Peaks Mill to meet continuing demand for adequate service. It has been approximately five years since Peaks Mill requested and received a general increase in its base water rates. An increase in rates is essential for Peaks Mill to maintain a reasonable level of service, to meet the expanding needs of its service area, and cover its debt service requirements.



**Attachment SAO-W**

**Statement of Adjusted Operations  
Peak's Mill Water District**

	<u>2010</u>	<u>Adj.</u>		<u>Proforma</u>
<b>Operating Revenues</b>				
Sales To Residential Customers	\$ 492,273	\$ (4,316)	A	\$ 487,957
Total Water Sales	\$ 492,273			\$ 487,957
Miscellaneous Service Revenues	<u>25,772</u>			<u>25,772</u>
<b>Total Operating Revenues</b>	<b>\$ 518,045</b>			<b>\$ 513,729</b>
<b>Expenses</b>				
Salaries & Wages-Employees	22,512	2,448	B	24,960
Salaries & Wages-Employees	10,800		C	10,800
Employee Pensions & Benefits	2,813			2,813
Purchased Water	172,532	(41,023)	D	131,509
Purchased Power	11,936			11,936
Telephone		2,442	E	2,442
Chemicals	680			680
Accounting	7,024		F	7,024
Engineering		4,119	G	4,119
Legal	2,841		H	2,841
Contractual Services-Other	122,192	(71,912)	I	50,280
Repairs & Maintenance		67,793	J	67,793
General Liability Insurance	9,512			9,512
Postage		10,208	K	10,208
Rent	3,600	3,600	L	7,200
Other Insurance	1,447			1,447
Advertising	531			531
Bank Fees		2,300	M	2,300
Other	1,200	4,061	N	5,261
Miscellaneous Expenses	<u>19,011</u>	<u>\$ (19,011)</u>	O	<u>-</u>
<i>Total Water Expenses</i>	<i>\$ 388,631</i>	<i>(34,975)</i>		<i>\$ 353,656</i>
Depreciation Expense	156,796	12,131	P	168,928
Taxes Other Than Income	<u>821</u>			<u>821</u>
Utility Operating Expenses	<u>\$ 546,248</u>	<u>\$ (22,844)</u>		<u>\$ 523,405</u>
<b>Operating Income</b>	<b>\$ (28,203)</b>	<b>\$ 18,527</b>		<b>\$ (9,676)</b>
Interst and Dividend Income	4,096			4,096
Interest Expense	<u>54,767</u>			<u>54,767</u>
Total Other Income and Expense	<u>(50,671)</u>			<u>(50,671)</u>
<b>Net Income</b>	<b><u>\$ (78,874)</u></b>	<b><u>\$ 18,527</u></b>		<b><u>\$ (60,347)</u></b>

PRO FORMA ADJUSTMENT DESCRIPTIONS

A. Normalized Operating Revenues.

Sales from Annual Report	\$ 492,273
Adjustment to Staff Billing Analysis	- (4,316)
Other Operating Revenue	+ 25,772
Normalized Revenue	<u>\$ 513,729</u>

B. Salaries and wages employees. Peaks Mill has two employees. One office person works four days per week at a salary of twelve dollars per hour or \$384 per week (32 hours x twelve dollars= \$384) for an annual salary of \$19,968 (\$384 x 52 weeks = 19,968.). Peaks Mill employs a part time office worker who works eight hours per week at twelve dollars per hour, resulting in an annual salary of \$4,992. (8 hrs x \$12 x 52 weeks = \$4,992). Employee salaries, therefore, total \$24,960 (\$19,968 + \$4,992 =\$24,960).

C. Salaries and Wages-Officers and Directors. Peaks Mill has three directors that are paid a monthly \$300, which totals \$10,800 annually (3 x \$300 x12 = \$10,800).

D. Purchased Water. Peaks Mill's test period Purchased Water expense was \$172,532. This balance was reduced by \$41,023 to reflect limiting line loss of 34.269% to 15%.

**Unaccounted for Water Loss Percentage**

Water Produced/Purchased	93,957,000
Water Sales - Staff's Billing Analysis	<u>59,371,500</u>
Water Treatment Plant	0
System Flushing	2,387,000
Fire Department	0
Other	<u>0</u>
Total Water Sold and Used	<u>61,758,500</u>
Unaccounted for Water Loss - Gallons	<u>32,198,500</u>
Percentage of Unaccounted for Water Loss	<u>34.269%</u>
Percentage Water Loss in Excess of 15 Percent	<u>19.269%</u>

**Determination of Pro Forma Purchased Water**

Pro Forma Water Sales	59,371,500
Add: System Flushing, Fire Department, and Other	<u>2,387,000</u>
Subtotal	61,758,500
Divided by: 15% Line Loss Reciprocal	<u>85.00%</u>
Allowable Purchases/Production	<u>72,657,059</u>

**Purchased Water Cost per 1,000 Gal**

Allowable Purchases	72,657,059
Multiplied by: Water Rate per 1,000 Gallons	<u>\$ 1.810</u>
Pro Forma Purchased Water Expense	\$ 131,509
Less: Actual Test-period Expense	<u>172,532</u>
Pro Forma Adjustment - Nonrevenue Water	\$ (41,023)

E. Telephone Expense. Peaks Mill had telephone expense of \$2,442 as determined by checks and invoices. This amount was recorded in Miscellaneous Expense. It has been reclassified to Telephone Expense with a corresponding adjustment to Miscellaneous Expense.

F. Accounting Expense. For the test-year Peaks Mill's accounting expense was recorded at \$7,024. This amount was verified by invoices from the accountant for general accounting work and for preparation of the Annual Report to the Public Service Commission.

G. Computer Expense. Expenses for computer repair and support totaled \$4,119 and was verified by invoices from Software Solutions. This expense was initially recorded in Contractual Services and has been reclassified.

H. Legal Expense. Peaks Mill had legal bills that totaled \$2,841 for work done with financing authorities and the Public Service Commission.

I. Contractual Services-Other. This account has a test period balance of \$122,192 including amounts for a service contract, computer work and repairs and maintenance work to the system. Gatewood Water Service ("Gatewood") has a contract with Peaks Mill to operate the water system for a fee of \$4,190 per month or \$50,280 annually ( $4,190 \times 12 = 50,280$ ). In addition Gatewood contracts with Peaks Mill to perform all repair and maintenance work for an hourly fee. All of Gatewood's fees are recorded in this account. All expenses, with the exception of the service contract have been reclassified. The amounts for repairs and Maintenance totaling \$67,793 and the amount for computer services of \$4,119 have been reclassified to respective accounts leaving a balance of \$50,280 in Contractual Services.

J. Repairs and Maintenance. The balance in this account was transferred from the Contractual Services-Other account. (See adjustment I). The majority of these expenses were for services performed by Gatewood and are supported by invoices.

K. Postage. Peaks Mill recorded \$10,208 for postage and shipping expense. This amount was recorded in Miscellaneous Expense and was reclassified to this account.

L. Rent Expense. In early 2011 Peaks Mill moved into new offices increasing its monthly rent expense from \$300 to \$600, or \$7,200 annually ( $600 \times 12 = 7200$ ).

M. Bank Fees. Peaks Mill incurred bank charges of \$2,300 mostly for returned checks by its customers. This amount was recorded in miscellaneous expense. It has been reclassified to this account.

N. Other-Administrative Fee. Peaks Mill recorded \$4,061 for administrative fees paid to KIA. This amount was recorded in Miscellaneous Expense and has been reclassified to its proper account.

O. Miscellaneous Expense. This account was adjusted to a zero balance. Reclassified to other accounts were telephone expense Adjustment E, postage expense adjustment K, bank fees adjustment M and administrative fees adjustment N.

P. Depreciation Expense. The utility added a total of \$642,893 in assets during the test period. Pumps, lines, and meters additions totaled \$533,700. These assets have a forty-year life with an annual depreciation expense of \$13,343. Peaks Mill expensed \$6,672 during the test year, making necessary an adjustment of \$6,672. It also added meter testing equipment at a cost of \$109,193. Assuming a ten-year service life, annual depreciation would be \$10,919. During the test year, depreciation expense of \$5,459 was recorded, leaving an adjustment to depreciation expense of \$5,460. These two adjustments result in an increase to depreciation expense of \$12,132.

**Attachment RR-OR**

**Revenue Requirement Calculation  
Peaks Mill Water District**

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$ 46,756	\$ 53,184	\$ 99,940
2013	48,957	51,555	101,512
2014	<u>50,290</u>	<u>49,836</u>	<u>100,126</u>
Total 3-year	\$ 146,003	\$ 154,575	\$ 301,578
<b>3-yr Average</b>			<b>\$ 100,193</b>

**Revenue Requirement**

Adjusted Operating Expenses	\$ 523,404
Debt Service	100,193
.20 Coverage	<u>20,105</u>
<b>Revenue Requirement</b>	<b>\$ 644,036</b>
Less: Normalized Revenues	<u>\$ 513,729</u>
<b>Increase</b>	<b>\$ 130,307</b>

## PEAKS MILL WATER DISTRICT

	USAGE	BILLS	GALLONS	FIRST 2,000	NEXT 3,000	NEXT 5,000	ALL OVER 10,000	TOTAL
FIRST	2,000	5106	5,122,500	5,122,500				5,122,500
NEXT	3,000	5319	19,475,100	10,638,000	8,837,100			19,475,100
NEXT	5,000	2170	15,181,500	4,340,000	6,510,000	4,331,500		15,181,500
ALL OVER	10,000	757	19,592,400	1,514,000 <sup>3</sup>	2,271,000	3,785,000	12,022,400	19,592,400
		13352	59,371,500	21,614,503	17,618,100	8,116,500	12,022,400	59,371,500

## REVENUE BY RATE INCREMENT

	USAGE	BILLS	GALLONS	RATE	REVENUE
FIRST	2,000	13352	21,614,503	\$20.13	\$268,775.76
NEXT	3,000		17,618,100	6.65	117,160.37
NEXT	5,000		8,116,500	5.43	44,072.60
ALL OVER	10,000		12,022,400	4.82	57,947.97
TOTAL		13352	59,371,503		\$487,956.69

## PEAKS MILL WATER DISTRICT

Meter Size: 5/8 inch

	USAGE	BILLS	GALLONS	FIRST 2,000	NEXT 3,000	NEXT 5,000	ALL OVER 10,000	TOTAL
FIRST	2,000	5106	5,122,500	5,122,500				5,122,500
NEXT	3,000	5319	19,475,100	10,638,000	8,837,100			19,475,100
NEXT	5,000	2170	15,181,500	4,340,000	6,510,000	4,331,500		15,181,500
ALL OVER	10,000	757	19,592,400	1,514,000	2,271,000	3,785,000	12,022,400	19,592,400
		13352	59,371,500	21,614,500	17,618,100	8,116,500	12,022,400	59,371,500

## REVENUE BY RATE INCREMENT

	USAGE	BILLS	GALLONS	RATE	REVENUE
FIRST	2,000	13352	21,614,500	\$25.46	\$339,941.92
NEXT	3,000		17,618,100	8.37	147,463.50
NEXT	5,000		8,116,500	7.18	58,276.47
ALL OVER	10,000		12,022,400	6.01	72,254.62
TOTAL		13352	59,371,500		\$617,936.51

Peaks Mill Water District  
 Depreciation Schedule  
 December 31, 2010

	Date Acquired	Method Life	Cost	Prior Depreciation	Current Depreciation	Accumulated Depreciation	NET
LAND			2,093.00	-	-	-	2,093.00
LAND	07-95		3,500.00	-	-	-	3,500.00
LAND	7/9/2005		2,503.00	-	-	-	2,503.00
			<u>8,096.00</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,096.00</u>
<b>PUMPS, LINES &amp; METERS:</b>							
P, L & M	VARIOUS	SL/40	667,426.37	573,061.48	16,685.66	589,747.14	77,679.23
P, L & M	07-89	SL/40	31,244.56	16,012.81	781.11	16,793.92	14,450.64
P, L & M	07-90	SL/40	21,647.94	10,553.39	541.20	11,094.59	10,553.36
P, L & M	07-91	SL/40	9,598.67	4,439.40	239.97	4,679.37	4,919.30
P, L & M	07-92	SL/40	99,862.81	42,476.01	2,496.57	44,972.58	54,890.23
P, L & M	07-93	SL/40	209,023.03	86,222.02	5,225.58	91,447.60	117,575.43
P, L & M	07-94	SL/40	19,824.08	7,929.63	495.60	8,425.23	11,398.85
P, L & M	07-95	SL/40	15,579.74	5,647.64	389.49	6,037.14	9,542.61
US 127 Project	12-95	SL/40	67,626.74	23,669.37	1,690.67	25,360.04	42,266.71
P, L & M	7-96	SL/40	136,445.03	46,050.21	3,411.13	49,461.34	86,983.69
P, L & M	8-96	SL/40	93,700.09	31,428.56	2,342.50	33,771.06	59,929.03
P, L & M	9-96	SL/40	124,074.33	41,358.11	3,101.86	44,459.97	79,614.36
US 127 Project-HMB	4-96	SL/40	11,037.00	3,793.99	275.93	4,069.91	6,967.09
US 127 Project-AKINS	5-96	SL/40	192,494.99	65,769.10	4,812.37	70,581.48	121,913.51
US 127 Project-AKINS	6-96	SL/40	35,355.22	12,006.04	883.88	12,889.93	22,465.30
US 127 Project-HMB	6-96	SL/40	3,407.16	1,157.02	85.18	1,242.20	2,164.96
P, L & M	10-96	SL/40	97,339.86	32,243.84	2,433.50	34,677.34	62,662.53
P, L & M	11-96	SL/40	73,746.86	24,275.00	1,843.67	26,118.68	47,628.19
P, L & M	12-96	SL/40	95,827.89	31,343.73	2,395.70	33,739.42	62,088.47
P, L & M	1997	SL/40	182,663.33	59,365.56	4,566.58	63,932.14	118,731.19
PUMP	1998	SL/40	4,608.00	1,382.39	115.20	1,497.59	3,110.41
P, L & M	2000	SL/40	28,767.45	7,191.87	719.19	7,911.05	20,856.40
P, L & M	2001	SL/40	23,303.56	5,243.30	582.59	5,825.89	17,477.67
P, L & M	2002	SL/40	19,210.41	3,842.08	480.26	4,322.34	14,888.07
P, L & M	2003	SL/40	59,882.25	10,479.39	1,497.06	11,976.45	47,905.80
P, L & M	2004	SL/40	3,035.80	455.37	75.90	531.27	2,504.54
P, L & M	2005	SL/40	6,500.00	812.50	162.50	975.00	5,525.00
Hockensmith Extension	2005	SL/40	53,218.33	6,652.29	1,330.46	7,982.75	45,235.58
Union Ridge / Owen Co. Extension	2006	SL/40	1,335,575.23	116,862.83	33,389.38	150,252.21	1,185,323.02
Schrader Hill Pump Main	2007	SL/40	15,591.76	779.59	389.79	1,169.38	14,422.38
Union Ridge / Owen Co. Extension	12/31/07	SL/40	644,156.74	32,207.84	16,103.92	48,311.76	595,844.98
Pump Station Move	3/4/08	SL/40	63,665.30	2,785.36	1,591.63	4,376.99	59,288.31
Wright Road Pump Station	9/2/08	SL/40	11,800.00	368.75	295.00	663.75	11,136.25
P, L & M	12/31/08	SL/40	9,961.00	249.03	249.03	498.05	9,462.95
Hammony Road Extension	7/1/10	SL/40	533,700.20	-	6,671.25	6,671.25	527,028.95
<b>TOTAL PUMPS, LINES &amp; METERS</b>			<u>5,000,901.73</u>	<u>1,308,115.50</u>	<u>118,351.29</u>	<u>1,426,466.79</u>	<u>3,574,434.94</u>
<b>TANKS:</b>							
TANK-US 127 EXT	10-96	SL/33	94,095.15	37,774.21	2,851.37	40,625.58	53,469.57
TANK-US 127 EXT	11-96	SL/33	9,500.00	3,789.98	287.88	4,077.86	5,422.14
TANK-US 127 EXT	1997	SL/33	16,241.85	5,906.14	492.18	6,398.32	9,843.53
TANK-US 127 EXT	2006	SL/33	397,291.00	38,123.88	12,039.12	50,163.00	347,128.00
<b>TOTAL TANKS</b>			<u>517,128.00</u>	<u>85,594.22</u>	<u>15,670.55</u>	<u>101,264.76</u>	<u>415,863.24</u>
<b>OFFICE EQUIPMENT:</b>							
OFFICE EQUIP	VARIOUS	SL/10	1,348.27	1,348.27	-	1,348.27	-
COMPUTER	12-89	SL/10	2,568.30	2,568.30	-	2,568.30	-
COMPUTER SOFT	07-90	SL/10	1,150.48	1,150.48	-	1,150.48	-
OFFICE EQUIP	01-29-92	SL/10	429.00	429.00	-	429.00	-
FILE CABINET	03-01-92	SL/10	75.00	75.00	-	75.00	-
COPIER	09-15-92	SL/10	400.00	400.00	-	400.00	-
COPIER	12-15-98	SL/10	607.87	607.87	-	607.87	0.00
COMPUTER	3-10-99	SL/5	2,619.00	2,619.00	-	2,619.00	-
COMPUTER & BILLING SYSTEM	8/29/2004	SL/5	7,226.00	7,226.00	-	7,226.00	(0.00)
<b>TOTAL OFFICE EQUIPMENT</b>			<u>16,423.92</u>	<u>16,423.92</u>	<u>-</u>	<u>16,423.92</u>	<u>(0.00)</u>
METER TESTING EQUIP	VARIOUS	SL/10	3,838.64	3,838.64	-	3,838.64	-
METER READING EQUIPMENT	12/8/2009	SL/10	173,151.00	-	17,315.10	17,315.10	155,835.90
METER READING EQUIPMENT	7/1/2010	SL/10	109,193.00	-	5,459.65	5,459.65	103,733.35
			<u>286,182.64</u>	<u>3,838.64</u>	<u>22,774.75</u>	<u>26,613.39</u>	<u>259,569.25</u>
<b>Totals</b>			<u>5,828,732.29</u>	<u>1,413,972.27</u>	<u>156,796.59</u>	<u>1,570,768.86</u>	<u>4,257,963.43</u>
				0.00			

12, 131

Journal Entry:  
 Depreciation Expense 156,796.59  
 Accumulated Depreciation 156,796.59  
 To adjust for current year Depreciation.

# NEW ADDITIONS

**Pumps, Lines & Meters**

Check	01/11/2010	1001	Southern Backhoe Inc.	1ST PAY REQUEST	Harmony Road Account	124,932.22
Check	01/11/2010	1003	Warner A. Broughman	PROJECT FEE	Harmony Road Account	49,752.00
Check	02/02/2010	1004	Southern Backhoe Inc.	PAY REQUEST #2	Harmony Road Account	43,195.28
Check	02/02/2010	1005	Warner A. Broughman	PAY REQUEST #2	Harmony Road Account	3,639.00
Check	03/02/2010	1007	Southern Backhoe Inc.	PAY REQUEST#3	Harmony Road Account	59,548.37
Check	03/02/2010	1008	Warner A. Broughman	PAY REQUEST#3 HARMONY RD PROJECT	Harmony Road Account	5,459.00
Check	03/25/2010	1009	Southern Backhoe Inc.	PAY REQUEST#4	Harmony Road Account	33,127.94
Check	04/13/2010	1010	Warner A. Broughman	PAY REQUEST #4	Harmony Road Account	2,022.00
Check	07/30/2010	1016	Southern Backhoe Inc.	PAY REQUEST #7	Harmony Road Account	20,020.25
Check	07/30/2010	1017	Warner A. Broughman	PAY REQUEST #7	Harmony Road Account	1,661.00
Check	08/24/2010	1018	Southern Backhoe Inc.	pay request#8	Harmony Road Account	50,120.00
Check	04/23/2010	1011	Southern Backhoe Inc.	PAY REQUEST #5	Harmony Road Account	84,891.89
Check	04/23/2010	1013	Warner A. Broughman	PAY REQUEST# 5	Harmony Road Account	19,694.00
Check	05/20/2010	1014	Southern Backhoe Inc.	Pay request #6	Harmony Road Account	32,314.25
Check	05/25/2010	1015	Warner A. Broughman	pay request #6	Harmony Road Account	3,323.00
						<u>533,700.20</u>
Check	02/02/2010	1002	C. I. THORNBURG	PAY REQUEST #2	RADIO READ ACCOUNT	34,531.92
Check	04/13/2010	1003	C. I. THORNBURG	PAY REQUEST #3	RADIO READ ACCOUNT	20,621.74
Check	04/23/2010	1012	C. I. THORNBURG	INV#S1464454.1 150 CONVERSION KITS	Harmony Road Account	8,550.00
Check	06/15/2010	1004	C. I. THORNBURG	200 CONV. KITS	RADIO READ ACCOUNT	11,400.00
Check	12/28/2010	1006	C. I. THORNBURG	pay request #4	RADIO READ ACCOUNT	30,501.34
Check	12/27/2010	7936	C. I. THORNBURG		RADIO READ ACCOUNT	3,588.00
						<u>109,193.00</u>
Total						<u>642,893.20</u>







3.0000% Rate \$5,251.48 P & I Calculation
--

Payment Date	Principal Due	Interest Due	Interest Rate	Principal & Interest	Servicing Fee	Credit Due	Total Payment	Principal Balance
09/01/25	\$4,612.05	\$639.43	3.0000%	\$5,251.48	\$42.63	\$0.00	\$5,294.11	\$251,161.76
10/01/25	\$4,623.58	\$627.90	3.0000%	\$5,251.48	\$41.86	\$0.00	\$5,293.34	\$246,538.18
11/01/25	\$4,635.13	\$616.35	3.0000%	\$5,251.48	\$41.09	\$0.00	\$5,292.57	\$241,903.05
12/01/25	\$4,646.72	\$604.76	3.0000%	\$5,251.48	\$40.32	\$0.00	\$5,291.80	\$237,256.33
01/01/26	\$4,658.34	\$593.14	3.0000%	\$5,251.48	\$39.54	\$0.00	\$5,291.02	\$232,567.99
02/01/26	\$4,669.99	\$581.49	3.0000%	\$5,251.48	\$38.77	\$0.00	\$5,290.25	\$227,928.00
03/01/26	\$4,681.66	\$569.82	3.0000%	\$5,251.48	\$37.99	\$0.00	\$5,289.47	\$223,246.34
04/01/26	\$4,693.36	\$558.12	3.0000%	\$5,251.48	\$37.21	\$0.00	\$5,288.69	\$218,552.98
05/01/26	\$4,705.10	\$546.38	3.0000%	\$5,251.48	\$36.43	\$0.00	\$5,287.91	\$213,847.88
06/01/26	\$4,716.86	\$534.62	3.0000%	\$5,251.48	\$35.64	\$0.00	\$5,287.12	\$209,131.02
07/01/26	\$4,728.65	\$522.83	3.0000%	\$5,251.48	\$34.86	\$0.00	\$5,286.34	\$204,402.37
08/01/26	\$4,740.47	\$511.01	3.0000%	\$5,251.48	\$34.07	\$0.00	\$5,285.55	\$199,661.90
09/01/26	\$4,752.33	\$499.15	3.0000%	\$5,251.48	\$33.28	\$0.00	\$5,284.76	\$194,909.57
10/01/26	\$4,764.21	\$487.27	3.0000%	\$5,251.48	\$32.48	\$0.00	\$5,283.96	\$190,145.36
11/01/26	\$4,776.12	\$475.36	3.0000%	\$5,251.48	\$31.69	\$0.00	\$5,283.17	\$185,369.24
12/01/26	\$4,788.06	\$463.42	3.0000%	\$5,251.48	\$30.89	\$0.00	\$5,282.37	\$180,581.18
01/01/27	\$4,800.03	\$451.45	3.0000%	\$5,251.48	\$30.10	\$0.00	\$5,281.58	\$175,781.15
02/01/27	\$4,812.03	\$439.45	3.0000%	\$5,251.48	\$29.30	\$0.00	\$5,280.78	\$170,969.12
03/01/27	\$4,824.06	\$427.42	3.0000%	\$5,251.48	\$28.49	\$0.00	\$5,279.97	\$166,145.06
04/01/27	\$4,836.12	\$415.36	3.0000%	\$5,251.48	\$27.69	\$0.00	\$5,279.17	\$161,308.94
05/01/27	\$4,848.21	\$403.27	3.0000%	\$5,251.48	\$26.88	\$0.00	\$5,278.36	\$156,460.73
06/01/27	\$4,860.33	\$391.15	3.0000%	\$5,251.48	\$26.08	\$0.00	\$5,277.56	\$151,600.40
07/01/27	\$4,872.48	\$379.00	3.0000%	\$5,251.48	\$25.27	\$0.00	\$5,276.75	\$146,727.92
08/01/27	\$4,884.66	\$366.82	3.0000%	\$5,251.48	\$24.45	\$0.00	\$5,275.93	\$141,843.26
09/01/27	\$4,896.87	\$354.61	3.0000%	\$5,251.48	\$23.64	\$0.00	\$5,275.12	\$136,946.39
10/01/27	\$4,909.11	\$342.37	3.0000%	\$5,251.48	\$22.82	\$0.00	\$5,274.30	\$132,037.28
11/01/27	\$4,921.39	\$330.09	3.0000%	\$5,251.48	\$22.01	\$0.00	\$5,273.49	\$127,115.89
12/01/27	\$4,933.69	\$317.79	3.0000%	\$5,251.48	\$21.19	\$0.00	\$5,272.67	\$122,182.20
01/01/28	\$4,946.02	\$305.46	3.0000%	\$5,251.48	\$20.36	\$0.00	\$5,271.84	\$117,236.18
02/01/28	\$4,958.39	\$293.09	3.0000%	\$5,251.48	\$19.54	\$0.00	\$5,271.02	\$112,277.79
03/01/28	\$4,970.79	\$280.69	3.0000%	\$5,251.48	\$18.71	\$0.00	\$5,270.19	\$107,307.00
04/01/28	\$4,983.21	\$268.27	3.0000%	\$5,251.48	\$17.88	\$0.00	\$5,269.36	\$102,323.79
05/01/28	\$4,995.67	\$255.81	3.0000%	\$5,251.48	\$17.05	\$0.00	\$5,268.53	\$97,328.12
06/01/28	\$5,008.16	\$243.32	3.0000%	\$5,251.48	\$16.22	\$0.00	\$5,267.70	\$92,319.96
07/01/28	\$5,020.68	\$230.80	3.0000%	\$5,251.48	\$15.39	\$0.00	\$5,266.87	\$87,299.28
08/01/28	\$5,033.23	\$218.25	3.0000%	\$5,251.48	\$14.55	\$0.00	\$5,266.03	\$82,266.05
09/01/28	\$5,045.81	\$205.67	3.0000%	\$5,251.48	\$13.71	\$0.00	\$5,265.19	\$77,220.24
10/01/28	\$5,058.43	\$193.05	3.0000%	\$5,251.48	\$12.87	\$0.00	\$5,264.35	\$72,161.81
11/01/28	\$5,071.08	\$180.40	3.0000%	\$5,251.48	\$12.03	\$0.00	\$5,263.51	\$67,090.73
12/01/28	\$5,083.75	\$167.73	3.0000%	\$5,251.48	\$11.18	\$0.00	\$5,262.66	\$62,006.98
01/01/29	\$5,096.46	\$155.02	3.0000%	\$5,251.48	\$10.33	\$0.00	\$5,261.81	\$56,910.52
02/01/29	\$5,109.20	\$142.28	3.0000%	\$5,251.48	\$9.49	\$0.00	\$5,260.97	\$51,801.32
03/01/29	\$5,121.98	\$129.50	3.0000%	\$5,251.48	\$8.63	\$0.00	\$5,260.11	\$46,679.34
04/01/29	\$5,134.78	\$116.70	3.0000%	\$5,251.48	\$7.78	\$0.00	\$5,259.26	\$41,544.56
05/01/29	\$5,147.62	\$103.86	3.0000%	\$5,251.48	\$6.92	\$0.00	\$5,258.40	\$36,396.94
06/01/29	\$5,160.49	\$90.99	3.0000%	\$5,251.48	\$6.07	\$0.00	\$5,257.55	\$31,236.45
07/01/29	\$5,173.39	\$78.09	3.0000%	\$5,251.48	\$5.21	\$0.00	\$5,256.69	\$26,063.06
08/01/29	\$5,186.32	\$65.16	3.0000%	\$5,251.48	\$4.34	\$0.00	\$5,255.82	\$20,876.74
09/01/29	\$5,199.29	\$52.19	3.0000%	\$5,251.48	\$3.48	\$0.00	\$5,254.96	\$15,677.45
10/01/29	\$5,212.29	\$39.19	3.0000%	\$5,251.48	\$2.61	\$0.00	\$5,254.09	\$10,465.16
11/01/29	\$5,225.32	\$26.16	3.0000%	\$5,251.48	\$1.74	\$0.00	\$5,253.22	\$5,239.84
12/01/29	\$5,238.84	\$13.10	3.0000%	\$5,252.94	\$0.87	\$0.00	\$5,253.81	(\$0.00)
<b>\$946,900.00</b>	<b>\$313,456.66</b>			<b>\$1,260,356.66</b>	<b>\$20,897.08</b>	<b>\$0.00</b>	<b>\$1,281,253.74</b>	

UNITED STATES DEPARTMENT OF AGRICULTURE  
 RURAL DEVELOPMENT  
 ANNUAL STATEMENT OF LOAN ACCOUNT

SAVE THIS INFORMATION  
 FOR INCOME TAX PURPOSES

DESCRIPTION	ADVANCES	INTEREST	PRINCIPAL	TOTAL	T	INTEREST RATE	EFFECTIVE DATE
BEGIN LOAN BALNCE		0.00	358,000.00	358,000.00			010110
PAYMENT		8,950.00	0.00	8,950.00	R	05.0000	061610
PAYMENT		8,950.00	7,000.00	15,950.00	R	05.0000	120810
TOTAL LOAN PMTS		17,900.00	7,000.00	24,900.00			
LOAN ACTIVITY	0.00	17,900.00	7,000.00	24,900.00			
LOAN BALANCE	UNPD INTEREST	0.00 **	UNPD PRIN	351,000.00 **			
NXT AMT DUE	15,950.00						DATE DUE 010111
PAYMENT STATUS	ON SCHEDULE						
TAXES PAID							



\*\*These unpaid balances may not reflect the total amount due to the Agency at payoff.

RECIPIENT'S/LENDER'S name, address, and telephone number  USDA RURAL DEVELOPMENT PHONE#(314)457-4310 4300 GOODFELLOW BLVD FC-351 ST. LOUIS, MO 63120-1703		CAUTION: The amount shown may not be fully deductible by you. Limits based on the loan amount and the cost and value of the secured property may apply. Also, you may only deduct interest to the extent it was incurred by you, actually paid by you, and not reimbursed by another person.	OMB NO. 1545-0901  <b>2010</b>  Form 1098	<input type="checkbox"/> CORRECTED (if checked)  <b>Mortgage Interest Statement</b>
RECIPIENT'S federal identification no. [REDACTED]	PAYER'S social security number *****6153	<b>1</b> Mortgage interest received from payer(s)/borrower(s)* \$ 0.00		<b>COPY B FOR PAYER/BORROWER</b>  The information in boxes 1, 2, 3 and 4 is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if the IRS determines that an underpayment of tax results because you overstated a deduction for this mortgage interest or for these points or because you did not report this refund of interest on your return.
PAYER'S/BORROWER'S name, street address, city, state, and ZIP code  PEAKS MILL WATER DISTRICT 256 PERKINS ROAD FRANKFORT, KY 40601		<b>2</b> Points paid on purchase of principal residence \$		
		<b>3</b> Refund of overpaid interest \$		
		<b>4</b> Mortgage insurance premiums \$		
		<b>5</b> IRS FORM 1098 DOES NOT APPLY TO YOUR LOAN TYPE. PLEASE SEE IRS INSTRUCTIONS.		
Account number (see instructions) 20037*****615391 03				

UNITED STATES DEPARTMENT OF AGRICULTURE  
RURAL DEVELOPMENT  
ANNUAL STATEMENT OF LOAN ACCOUNT

SAVE THIS INFORMATION  
FOR INCOME TAX PURPOSES

CASE NUMBER 20-037-*****6153		FINAL YEAR OF LOAN 2037		FUND CODE 91 LOAN NUMBER 05		DATE OF LOAN 09/08/97		INTEREST RATE 05.0000		AMOUNT OF LOAN 208,000.00	
DESCRIPTION	ADVANCES	INTEREST	PRINCIPAL	TOTAL	T	INTEREST RATE	EFFECTIVE DATE				
BEGIN LOAN BALNCE		0.00	178,800.00	178,800.00			010110				
PAYMENT		4,470.00	0.00	4,470.00	R	05.0000	061610				
PAYMENT		4,470.00	3,300.00	7,770.00	R	05.0000	120810				
TOTAL LOAN PMTS		8,940.00	3,300.00	12,240.00							
TOTAL PAID ON ALL LOANS THIS YEAR		26,840.00	10,300.00	37,140.00							
LOAN ACTIVITY	0.00	8,940.00	3,300.00	12,240.00							
LOAN BALANCE	UNPD INTEREST	0.00 **	UNPD PRIN	175,500.00 **							
NXT AMT DUE	7,770.00	DATE DUE 010111									
PAYMENT STATUS	ON SCHEDULE			AMOUNT PAID	8,940.00						
TAKES PAID											
ALL LOAN ACTIVITY	0.00	26,840.00	10,300.00	37,140.00							
BORR BAL	UNPD INTEREST	0.00	UNPD PRIN	526,500.00							
**These Unpaid balances may not reflect the total amount due to the Agency at payoff.											
RECIPIENT'S/LENDER'S name, address, and telephone number				<small>*CAUTION: The amount shown may not be fully deductible by you. Limits based on the loan amount and the cost and value of the secured property may apply. Also, you may only deduct interest to the extent it was incurred by you, actually paid by you, and not reimbursed by another person.</small>		OMB NO.1545-0901  <b>2010</b>  Form 1098		<input type="checkbox"/> CORRECTED (if checked)  <b>Mortgage Interest Statement</b>			
RECIPIENT'S federal identification no.		PAYER'S social security number		1 Mortgage interest received from payer(s)/borrower(s)		\$ 0.00		<b>COPY B FOR PAYER/BORROWER</b>  The information in boxes 1, 2, 3 and 4 is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if the IRS determines that an underpayment of tax results because you overprinted a deduction for this mortgage interest or for these points or because you did not report this refund of interest on your return.			
PAYER'S/BORROWER'S name, street address, city, state, and ZIP code				2 Points paid on purchase of principal residence		\$					
PEAKS MILL WATER DISTRICT 256 PERKINS ROAD FRANKFORT, KY 40601				3 Refund of overpaid interest		\$					
				4 Mortgage insurance premiums		\$					
Account number (see instructions)				5		IRS FORM 1098 DOES NOT APPLY TO YOUR LOAN TYPE. PLEASE SEE IRS INSTRUCTIONS.					
20037*****615391 05											

HB269 Grant

WRIS	Project Title	County	Entity	ACDF	ATDF	ASCC	Administrator	Balance	Closed
WX21073003	Peaks Mill Water District - Union Ridge Extension	Franklin	Peaks Mill Water District	\$0.00	\$650,000.00	\$0.00	Suzanne Anderson	\$0.00	Y

They made six draws in 2006  
 Final draw: 9/22/10 - \$97,054.69

HB267 grant - Last draw was in 2007 and closed in 2007

WRIS	Grant ID	Grant Title	County	Entity	Project Amount	Grant Amount	Balance	HB	Closed
WX21187204	248T-2005	Peaks Mill Water District - Water Line Extension	Franklin	Peaks Mill Water District	\$893,000.00	\$893,000.00	\$594.42	267	Y

Peaks Mill Water District has two open grants that they are drawing on. See summaries below. Let me know if you need anything else.

WRIS	Grant ID	Grant Title	County	Entity	Project Amount	Grant Amount	Balance	HB	Closed
WX21073008	140N-2008	Peaks Mill Water District - Peaks Mill US 127 Loop Water Project	Franklin	Peaks Mill Water District	\$550,000.00	\$550,000.00	\$537,250.00	608	

WX21073008 - Draws Summary

Req Num	Date Received	Amount	Date Paid	Analyst App Date
1	08/9/2010	\$12,750.00	08/13/2010	08/10/2010

Project Amount:\$550,000

Draws Total:\$12,750

Balance:\$537,250

WRIS	Grant ID	Grant Title	County	Entity	Project Amount	Grant Amount	Balance	HB	Closed
WX21187215	352N-2008	Peaks Mill Water District - Harmony Road Owen County (WX21187215)	Franklin	Peaks Mill Water District	\$550,000.00	\$550,000.00	\$4,999.73	608	

WX21187215Draws Summary

Req Num	Date Received	Amount	Date Paid	Analyst App Date
1	12/14/2009	\$177,434.22	12/18/2009	12/15/2009
2	01/12/2010	\$46,834.28	01/15/2010	01/12/2010
3	02/5/2010	\$65,007.37	02/12/2010	02/5/2010

4	03/9/2010	\$35,149.94	03/12/2010	03/9/2010
5	04/12/2010	\$113,135.96	04/16/2010	04/12/2010
6	05/10/2010	\$35,637.25	05/14/2010	05/10/2010
7	07/7/2010	\$21,681.25	07/9/2010	07/7/2010
8	08/10/2010	\$50,120.00	08/13/2010	08/10/2010

Project Amount:\$550,000

Draws Total:\$545,000.27