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J. Alexander Berger

March 7, 2013

Public Service Commission  
Attn: Mr. Jeff Derouen  
211 Sower Boulevard  
P.O. Box 615  
Frankfort, Kentucky 40602-0615

RECEIVED

MAR 11 2013

PUBLIC SERVICE  
COMMISSION

Re: Bullock Pen Water District  
Case No. 2012-00507

Dear Director Derouen:

Enclosed please find three original copies of an Amended Application being submitted regarding the subject case.

Very truly yours,

BERGER, COX & NIENABER, P.S.C.

*Thomas R. Nienaber /css*

Thomas R. Nienaber

TRN/css  
Enclosure

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

RECEIVED

In the Matter of:

MAR 11 2013

AMENDED APPLICATION OF BULLOCK PEN )  
WATER DISTRICT FOR APPROVAL TO ENTER )  
INTO A LEASE AGREEMENT WITH THE BANK )  
OF KENTUCKY, INC. IN A PRINCIPAL AMOUNT )  
NOT TO EXCEED \$600,000.00 FOR THE PURPOSE )  
OF REFINANCING CERTAIN OUTSTANDING )  
DEBT OBLIGATIONS BETWEEN THE KENTUCKY )  
RURAL WATER FINANCE CORPORATION AND )  
THE BULLOCK PEN WATER DISTRICT )

PUBLIC SERVICE  
COMMISSION

CASE NO. 2012-00507

AMENDED APPLICATION

Comes now the Bullock Pen Water District (“Bullock Pen”), by and through its Chairman, Bobby Burgess, and hereby submits its Amended Application for approval to enter into a Lease Agreement with The Bank of Kentucky, Inc. in a principal amount not to exceed \$600,000.00 for the purpose of refinancing certain outstanding debt obligations between the Kentucky Rural Water Finance Corporation and Bullock Pen.

1. Bullock Pen incorporates herein by reference each and every statement set forth in its previous filings not inconsistent herewith.

2. By Order entered January 4, 2013, the Public Service Commission (“Commission”) granted to Bullock Pen authority to enter into a Lease Agreement with The Bank of Kentucky, Inc. in a principal amount not to exceed \$860,000.00 for the purpose of refinancing certain outstanding debt obligations between the Kentucky Rural Water Finance Corporation and Bullock Pen. In Bullock Pen’s previous Application, it requested authority to include as a part of the Lease Agreement debt obligation, the sum of approximately \$535,000.00 from 2001 C Rural Development Bonds. The 2001 C Bonds included two accounts: a

Contributions Account with an approximate balance of \$341,000.00; and a Surcharge Account with an approximate balance of \$374,000.00.

3. The Commission's Order granting Bullock Pen authority to refinance the subject loans required Bullock Pen to terminate the Surcharge assessment relating to the Phase V Water System Improvement Project upon payment of the Surcharge Account. The Commission further granted Bullock Pen the opportunity to refile for the assessment a new surcharge relating to the Phase V Project if Bullock Pen so desired.

4. Pursuant to action of the Bullock Pen Board of Commissioners on February 21, 2013, it was determined that Bullock Pen would elect not to retire that portion of the 2001 C Bonds relating to the Surcharge Account. As of this filing, the approximate outstanding principal balance of that portion of the 2001 C Bond is \$267,000.00.

5. Kristen Millard, First Vice-President, Raymond James (formerly known as Morgan Keegan ) has stated that Bullock Pen can refinance that portion of the 2001 C Bonds relating to the Contributions Account while leaving in tact the Surcharge Account (see attached correspondence).

6. Bullock Pen would request authority from the Commission to enter into a Lease Agreement with The Bank of Kentucky in a principal amount not to exceed \$600,000.00 for the purpose of refinancing the outstanding 1978 Rural Water Development Bond in the approximate amount outstanding principal balance of \$341,000.00 (@ 2/1/13) and that portion of the 2001 C Bonds (Contributions Account only and excluding the Surcharge Account) in the approximate outstanding balance of \$243,000.00 (@ 2/1/13).

7. The total amount to be refinanced by Bullock Pen is approximately \$600,000.00 as of the filing of this Amended Application. The gross savings to Bullock Pen if the

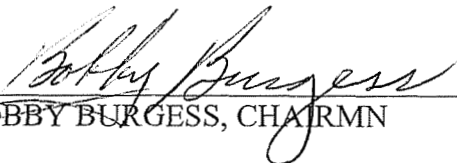
contemplated refinancing is approved is \$53,487.22. The present value of cash flow savings would be \$49,468.00. The paperwork documenting those savings is attached.

8. The principal amounts to be refinanced through the Lease Agreement with The Bank of Kentucky shall be amortized over ten (10) years with a fixed interest rate of 2.8%.

9. The cost associated with the requested refinancing would be as follows:

- A. \$7,500.00 would be payable to Mr. Dirk Bedarff, Peck Shaffer, 50 East Rivercenter Blvd., Suite 1150, Covington, KY 41011 as services for Bond Counsel; and
- B. \$2,500.00 (approximate) payable to Thomas R. Nienaber, Berger, Cox & Nienaber, P.S.C., 401 Madison Avenue, Covington, Kentucky.

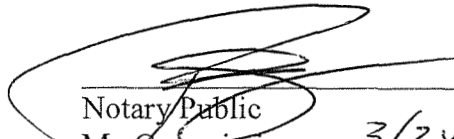
BULLOCK PEN WATER DISTRICT

BY:   
BOBBY BURGESS, CHAIRMAN

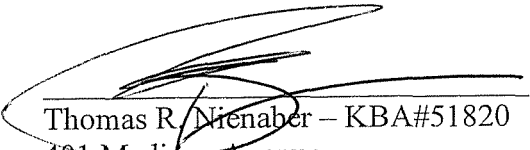
COMMONWEALTH OF KENTUCKY

COUNTY OF GRANT

SUBSCRIBED, SWORN TO AND ACKNOWLEDGED before me by the said Bobby Burgess, Chairman, Bullock Pen Water District, this 5 day of March, 2013.

  
Notary Public  
My Commission: 3/24/10  
Notary ID: 403781

BERGER, COX & NIENABER, P.S.C.



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Thomas R. Nienaber – KBA#51820  
401 Madison Avenue  
Covington, KY 41011  
(859) 491-9088

**Bullock Pen Water District**  
**Refunding of Kentucky Rural Water Corporation Loan - Series 2001 C**  
**& 1978 Rural Development Bonds**

**Debt Service Comparison**

Date	Net New Debt Service	Old Net Debt Service	Savings	
12/31/2013	56,252.50	85,877.00	29,624.50	
12/31/2014	67,503.00	103,770.50	36,267.50	
12/31/2015	67,503.00	102,902.50	35,399.50	
12/31/2016	67,503.00	103,833.00	36,330.00	
12/31/2017	67,503.00	103,541.00	36,038.00	
12/31/2018	67,503.00	24,028.00	-43,475.00	
12/31/2019	67,503.00	26,183.25	-41,319.75	
12/31/2020	67,503.00	25,256.75	-42,246.25	
12/31/2021	67,503.00	24,330.25	-43,172.75	
12/31/2022	67,503.00	25,349.25	-42,153.75	
12/31/2023	11,250.40	24,313.75	13,063.35	Present Value
12/31/2024	0.00	25,223.75	25,223.75	of Cash Flow
12/31/2025	0.00	25,052.00	25,052.00	Savings at
12/31/2026	0.00	22,880.25	22,880.25	2.8% Loan
12/31/2027	0.00	24,654.00	24,654.00	Interest Rate
Total	675,029.90	747,195.25	72,165.35	68,146.13
Less Debt Ser Funds Used to Reduce Amt Borrowed			-8,678.13	-8,678.13
Less Closing Costs			-10,000.00	-10,000.00
		Savings	<u>53,487.22</u>	<u>49,468.00</u>

**Sources of Funds**

Principal Amount of New Loan	587,000.00
Transfers from Prior Issue Debt Service Fund	<u>8,678.13</u>
Total Sources	<u>595,678.13</u>

**Uses of Funds**

Costs of Issuance	10,000.00
Deposit to Current Refunding Fund	585,420.83
Rounding Amount	<u>257.30</u>
Total Uses	<u>595,678.13</u>

**Bullock Pen Water District**

**Refunding of Kentucky Rural Water Corporation Loan - Series 2001 C & 1978 Rural Development Bonds**

Date	1978 Rural Development Bonds			KRWFC Loan - Series 2001C #2			Total
	Principal	Interest	Refunded D/S	Principal	Interest	Refunded D/S	Refunded D/S
12/31/2013	62,000.00	17,050.00	79,050.00	0.00	6,827.00	6,827.00	85,877.00
12/31/2014	65,000.00	13,950.00	78,950.00	12,000.00	12,820.50	24,820.50	103,770.50
12/31/2015	68,000.00	10,700.00	78,700.00	12,000.00	12,202.50	24,202.50	102,902.50
12/31/2016	71,000.00	7,300.00	78,300.00	14,000.00	11,533.00	25,533.00	103,833.00
12/31/2017	75,000.00	3,750.00	78,750.00	14,000.00	10,791.00	24,791.00	103,541.00
12/31/2018				14,000.00	10,028.00	24,028.00	24,028.00
12/31/2019				17,000.00	9,183.25	26,183.25	26,183.25
12/31/2020				17,000.00	8,256.75	25,256.75	25,256.75
12/31/2021				17,000.00	7,330.25	24,330.25	24,330.25
12/31/2022				19,000.00	6,349.25	25,349.25	25,349.25
12/31/2023				19,000.00	5,313.75	24,313.75	24,313.75
12/31/2024				21,000.00	4,223.75	25,223.75	25,223.75
12/31/2025				22,000.00	3,052.00	25,052.00	25,052.00
12/31/2026				21,000.00	1,880.25	22,880.25	22,880.25
12/31/2027				24,000.00	654.00	24,654.00	24,654.00
<b>Totals</b>	<u>341,000.00</u>	<u>52,750.00</u>	<u>393,750.00</u>	<u>243,000.00</u>	<u>110,445.25</u>	<u>353,445.25</u>	<u>747,195.25</u>
<b>D/S to Call</b>							
2/1/2013	<u>341,000.00</u>	<u>1,420.83</u>	<u>342,420.83</u>	<u>243,000.00</u>	<u>0.00</u>	<u>243,000.00</u>	<u>585,420.83</u>
<b>Prior Issue Debt Service Funds</b>							
2/1/2013	<u>5,166.67</u>	<u>1,420.83</u>	<u>6,587.50</u>	<u>1,000.00</u>	<u>1,090.63</u>	<u>2,090.63</u>	<u>8,678.13</u>

**Initial Loan Values**

Loan Amount:	\$587,000.00	Number of Payments:	120
Annual Interest Rate:	2.8000%	Periodic Payment:	\$5,625.25
Loan Date:	02/01/2013	1st Payment Due:	03/01/2013
Payment Frequency:	Monthly	Last Payment Due:	02/01/2023
Total Interest Due:	\$88,029.90	Total All Payments:	\$675,029.90

**Payment Schedule**

#/Year	Date	Payment	Interest	Principal	Balance
Loan: 02/01/2013					587,000.00
1/1	03/01/2013	5,625.25	1,279.70	4,345.55	582,654.45
2/1	04/01/2013	5,625.25	1,406.48	4,218.77	578,435.68
3/1	05/01/2013	5,625.25	1,351.21	4,274.04	574,161.64
4/1	06/01/2013	5,625.25	1,385.98	4,239.27	569,922.37
5/1	07/01/2013	5,625.25	1,331.32	4,293.93	565,628.44
6/1	08/01/2013	5,625.25	1,365.39	4,259.86	561,368.58
7/1	09/01/2013	5,625.25	1,355.10	4,270.15	557,098.43
8/1	10/01/2013	5,625.25	1,301.36	4,323.89	552,774.54
9/1	11/01/2013	5,625.25	1,334.36	4,290.89	548,483.65
10/1	12/01/2013	5,625.25	1,281.24	4,344.01	544,139.64
2013 Y-T-D:		56,252.50	13,392.14	42,860.36	
Running:		56,252.50	13,392.14	42,860.36	
11/1	01/01/2014	5,625.25	1,313.51	4,311.74	539,827.90
12/2	02/01/2014	5,625.25	1,303.10	4,322.15	535,505.75
13/2	03/01/2014	5,625.25	1,167.44	4,457.81	531,047.94
14/2	04/01/2014	5,625.25	1,281.91	4,343.34	526,704.60
15/2	05/01/2014	5,625.25	1,230.36	4,394.89	522,309.71
16/2	06/01/2014	5,625.25	1,260.82	4,364.43	517,945.28
17/2	07/01/2014	5,625.25	1,209.90	4,415.35	513,529.93
18/2	08/01/2014	5,625.25	1,239.62	4,385.63	509,144.30
19/2	09/01/2014	5,625.25	1,229.04	4,396.21	504,748.09
20/2	10/01/2014	5,625.25	1,179.07	4,446.18	500,301.91
21/2	11/01/2014	5,625.25	1,207.69	4,417.56	495,884.35
22/2	12/01/2014	5,625.25	1,158.37	4,466.88	491,417.47
2014 Y-T-D:		67,503.00	14,780.83	52,722.17	
Running:		123,755.50	28,172.97	95,582.53	
23/2	01/01/2015	5,625.25	1,186.25	4,439.00	486,978.47
24/3	02/01/2015	5,625.25	1,175.53	4,449.72	482,528.75
25/3	03/01/2015	5,625.25	1,051.94	4,573.31	477,955.44
26/3	04/01/2015	5,625.25	1,153.75	4,471.50	473,483.94
27/3	05/01/2015	5,625.25	1,106.04	4,519.21	468,964.73
28/3	06/01/2015	5,625.25	1,132.05	4,493.20	464,471.53
29/3	07/01/2015	5,625.25	1,084.99	4,540.26	459,931.27
30/3	08/01/2015	5,625.25	1,110.24	4,515.01	455,416.26
31/3	09/01/2015	5,625.25	1,099.34	4,525.91	450,890.35
32/3	10/01/2015	5,625.25	1,053.26	4,571.99	446,318.36
33/3	11/01/2015	5,625.25	1,077.38	4,547.87	441,770.49
34/3	12/01/2015	5,625.25	1,031.96	4,593.29	437,177.20
2015 Y-T-D:		67,503.00	13,262.73	54,240.27	
Running:		191,258.50	41,435.70	149,822.80	
35/3	01/01/2016	5,625.25	1,055.31	4,569.94	432,607.26
36/4	02/01/2016	5,625.25	1,044.28	4,580.97	428,026.29
37/4	03/01/2016	5,625.25	966.49	4,658.76	423,367.53
38/4	04/01/2016	5,625.25	1,021.98	4,603.27	418,764.26
39/4	05/01/2016	5,625.25	978.22	4,647.03	414,117.23
40/4	06/01/2016	5,625.25	999.65	4,625.60	409,491.63
41/4	07/01/2016	5,625.25	956.56	4,668.69	404,822.94
42/4	08/01/2016	5,625.25	977.21	4,648.04	400,174.90
43/4	09/01/2016	5,625.25	965.99	4,659.26	395,515.64
44/4	10/01/2016	5,625.25	923.91	4,701.34	390,814.30
45/4	11/01/2016	5,625.25	943.40	4,681.85	386,132.45
46/4	12/01/2016	5,625.25	901.99	4,723.26	381,409.19



2016 Y-T-D:	67,503.00	11,734.99	55,768.01	
Running:	258,761.50	53,170.69	205,590.81	
47/4 01/01/2017	5,625.25	920.69	4,704.56	376,704.63
48/5 02/01/2017	5,625.25	909.34	4,715.91	371,988.72
49/5 03/01/2017	5,625.25	810.96	4,814.29	367,174.43
50/5 04/01/2017	5,625.25	886.33	4,738.92	362,435.51
51/5 05/01/2017	5,625.25	846.64	4,778.61	357,656.90
52/5 06/01/2017	5,625.25	863.36	4,761.89	352,895.01
53/5 07/01/2017	5,625.25	824.35	4,800.90	348,094.11
54/5 08/01/2017	5,625.25	840.27	4,784.98	343,309.13
55/5 09/01/2017	5,625.25	828.72	4,796.53	338,512.60
56/5 10/01/2017	5,625.25	790.75	4,834.50	333,678.10
57/5 11/01/2017	5,625.25	805.47	4,819.78	328,858.32
58/5 12/01/2017	5,625.25	768.20	4,857.05	324,001.27
2017 Y-T-D:	67,503.00	10,095.08	57,407.92	
Running:	326,264.50	63,265.77	262,998.73	
59/5 01/01/2018	5,625.25	782.12	4,843.13	319,158.14
60/6 02/01/2018	5,625.25	770.42	4,854.83	314,303.31
61/6 03/01/2018	5,625.25	685.20	4,940.05	309,363.26
62/6 04/01/2018	5,625.25	746.78	4,878.47	304,484.79
63/6 05/01/2018	5,625.25	711.27	4,913.98	299,570.81
64/6 06/01/2018	5,625.25	723.14	4,902.11	294,668.70
65/6 07/01/2018	5,625.25	688.34	4,936.91	289,731.79
66/6 08/01/2018	5,625.25	699.39	4,925.86	284,805.93
67/6 09/01/2018	5,625.25	687.50	4,937.75	279,868.18
68/6 10/01/2018	5,625.25	653.76	4,971.49	274,896.69
69/6 11/01/2018	5,625.25	663.58	4,961.67	269,935.02
70/6 12/01/2018	5,625.25	630.56	4,994.69	264,940.33
2018 Y-T-D:	67,503.00	8,442.06	59,060.94	
Running:	393,767.50	71,707.83	322,059.67	
71/6 01/01/2019	5,625.25	639.55	4,985.70	259,954.63
72/7 02/01/2019	5,625.25	627.51	4,997.74	254,956.89
73/7 03/01/2019	5,625.25	555.82	5,069.43	249,887.46
74/7 04/01/2019	5,625.25	603.21	5,022.04	244,865.42
75/7 05/01/2019	5,625.25	572.00	5,053.25	239,812.17
76/7 06/01/2019	5,625.25	578.89	5,046.36	234,765.81
77/7 07/01/2019	5,625.25	548.41	5,076.84	229,688.97
78/7 08/01/2019	5,625.25	554.45	5,070.80	224,618.17
79/7 09/01/2019	5,625.25	542.21	5,083.04	219,535.13
80/7 10/01/2019	5,625.25	512.83	5,112.42	214,422.71
81/7 11/01/2019	5,625.25	517.60	5,107.65	209,315.06
82/7 12/01/2019	5,625.25	488.95	5,136.30	204,178.76
2019 Y-T-D:	67,503.00	6,741.43	60,761.57	
Running:	461,270.50	78,449.26	382,821.24	
83/7 01/01/2020	5,625.25	492.87	5,132.38	199,046.38
84/8 02/01/2020	5,625.25	480.48	5,144.77	193,901.61
85/8 03/01/2020	5,625.25	437.83	5,187.42	188,714.19
86/8 04/01/2020	5,625.25	455.54	5,169.71	183,544.48
87/8 05/01/2020	5,625.25	428.75	5,196.50	178,347.98
88/8 06/01/2020	5,625.25	430.52	5,194.73	173,153.25
89/8 07/01/2020	5,625.25	404.48	5,220.77	167,932.48
90/8 08/01/2020	5,625.25	405.38	5,219.87	162,712.61
91/8 09/01/2020	5,625.25	392.78	5,232.47	157,480.14
92/8 10/01/2020	5,625.25	367.87	5,257.38	152,222.76
93/8 11/01/2020	5,625.25	367.45	5,257.80	146,964.96
94/8 12/01/2020	5,625.25	343.31	5,281.94	141,683.02
2020 Y-T-D:	67,503.00	5,007.26	62,495.74	
Running:	528,773.50	83,456.52	445,316.98	
95/8 01/01/2021	5,625.25	342.01	5,283.24	136,399.78
96/9 02/01/2021	5,625.25	329.26	5,295.99	131,103.79
97/9 03/01/2021	5,625.25	285.81	5,339.44	125,764.35
98/9 04/01/2021	5,625.25	303.59	5,321.66	120,442.69
99/9 05/01/2021	5,625.25	281.35	5,343.90	115,098.79

100/9	06/01/2021	5,625.25	277.84	5,347.41	109,751.38
101/9	07/01/2021	5,625.25	256.38	5,368.87	104,382.51
102/9	08/01/2021	5,625.25	251.97	5,373.28	99,009.23
103/9	09/01/2021	5,625.25	239.00	5,386.25	93,622.98
104/9	10/01/2021	5,625.25	218.70	5,406.55	88,216.43
105/9	11/01/2021	5,625.25	212.95	5,412.30	82,804.13
106/9	12/01/2021	5,625.25	193.43	5,431.82	77,372.31
2021 Y-T-D:		67,503.00	3,192.29	64,310.71	
Running:		596,276.50	86,648.81	509,627.69	
107/9	01/01/2022	5,625.25	186.77	5,438.48	71,933.83
108/10	02/01/2022	5,625.25	173.64	5,451.61	66,482.22
109/10	03/01/2022	5,625.25	144.94	5,480.31	61,001.91
110/10	04/01/2022	5,625.25	147.25	5,478.00	55,523.91
111/10	05/01/2022	5,625.25	129.70	5,495.55	50,028.36
112/10	06/01/2022	5,625.25	120.76	5,504.49	44,523.87
113/10	07/01/2022	5,625.25	104.01	5,521.24	39,002.63
114/10	08/01/2022	5,625.25	94.15	5,531.10	33,471.53
115/10	09/01/2022	5,625.25	80.80	5,544.45	27,927.08
116/10	10/01/2022	5,625.25	65.24	5,560.01	22,367.07
117/10	11/01/2022	5,625.25	53.99	5,571.26	16,795.81
118/10	12/01/2022	5,625.25	39.23	5,586.02	11,209.79
2022 Y-T-D:		67,503.00	1,340.48	66,162.52	
Running:		663,779.50	87,989.29	575,790.21	
119/10	01/01/2023	5,625.25	27.06	5,598.19	5,611.60
120/11	02/01/2023	5,625.15	13.55	5,611.59	0.00
2023 Y-T-D:		11,250.40	40.61	11,209.78	
Running:		675,029.90	88,029.90	587,000.00	

Final payment amount adjusted by -0.10 due to rounding.

This loan is using the normal amortizing method.

## Carolyn

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**From:** Thomas Nienaber [tnienaber@fuse.net]  
**Sent:** Wednesday, February 27, 2013 12:05 PM  
**To:** Carolyn  
**Subject:** Fw: Bullock Pen WD  
**Attachments:** Bullock Pen amortization schedules.pdf

**From:** [Kristen Millard](#)  
**Sent:** Tuesday, February 26, 2013 11:59 AM  
**To:** [tnienaber@fuse.net](mailto:tnienaber@fuse.net)  
**Subject:** Bullock Pen WD

Hi Tom,

I've attached the breakout of the surcharge and contributions accounts – we can certainly only call a portion of the bonds representing the contribution side and leave the surcharge portion outstanding. We would just need a request to payoff in writing for that portion – there's a notice that has to go out to bondholders 25 days in advance of the payoff, and the call premium on that issue (2001 C) is 1%. Just let me know when the water district is ready to pay off, and I'll get you a payoff figure.

Kristen Millard  
First Vice President

Public Finance  
T: 859.232.8249 F: 859.232.8255  
489 East Main Street, Lexington KY 40507

As of February 19, 2013, Raymond James | Morgan Keegan is now Raymond James. Please note my new email address.

**RAYMOND JAMES<sup>®</sup>**

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Raymond James & Associates, Inc. The information contained herein is solely intended to suggest/discuss potentially applicable financing applications and is not intended to be a specific buy/sell recommendation, nor is it an official confirmation of terms. Any terms discussed herein are preliminary until confirmed in a definitive written agreement. Changes to any prices, levels, or assumptions contained herein may have a material impact on results. Any estimates or assumptions contained herein represent our best judgment as of the date indicated and are subject to change without notice. Examples are merely representative and are not meant to be all-inclusive. Investors, borrowers, or other market participants should not rely upon this information in making their investment/financing decisions. The information set forth herein was gathered from sources which we believe, but do not guarantee, to be accurate.

2/27/2013

**KENTUCKY RURAL WATER FINANCE CORPORATION FLEXIBLE TERM FINANCE PROGRAM, SERIES 2001 C**

**Borrower:** Bullock Pen Water District - Surcharge Account  
**Dated Date:** 05/15/02

**Borrower Payment Schedule**

Payment Date	Principal	Interest	Trustee Fees	Total	Fiscal Total	Monthly Principal	Monthly Interest	Total Monthly Sinking Fund Payments	
05/15/02						7/02	0.00	4,198.58	4,198.58
07/01/02	0.00	4,198.58	250.00	4,448.58	4,448.58	8/2-1/3	833.33	1,657.33	2,490.67
01/01/03	5,000.00	9,944.00	0.00	14,944.00		2/3-7/3	666.67	1,635.88	2,302.54
07/01/03	0.00	9,815.25	250.00	10,065.25	25,009.25	8/3-1/4	666.67	1,635.88	2,302.54
01/01/04	8,000.00	9,815.25	0.00	17,815.25		2/4-7/4	666.67	1,601.54	2,268.21
07/01/04	0.00	9,609.25	250.00	9,859.25	27,674.50	8/4-1/5	666.67	1,601.54	2,268.21
01/01/05	8,000.00	9,609.25	0.00	17,609.25		2/5-7/5	666.67	1,567.21	2,233.88
07/01/05	0.00	9,403.25	250.00	9,653.25	27,262.50	8/5-1/6	666.67	1,567.21	2,233.88
01/01/06	8,000.00	9,403.25	0.00	17,403.25		2/6-7/6	833.33	1,532.88	2,366.21
07/01/06	0.00	9,197.25	250.00	9,447.25	26,850.50	8/6-1/7	833.33	1,532.88	2,366.21
01/01/07	10,000.00	9,197.25	0.00	19,197.25		2/7-7/7	833.33	1,489.96	2,323.29
07/01/07	0.00	8,939.75	250.00	9,189.75	28,387.00	8/7-1/8	833.33	1,489.96	2,323.29
01/01/08	10,000.00	8,939.75	0.00	18,939.75		2/8-7/8	833.33	1,447.04	2,280.38
07/01/08	0.00	8,682.25	250.00	8,932.25	27,872.00	8/8-1/9	833.33	1,447.04	2,280.38
01/01/09	10,000.00	8,682.25	0.00	18,682.25		2/9-7/9	833.33	1,404.13	2,237.46
07/01/09	0.00	8,424.75	250.00	8,674.75	27,357.00	8/9-1/10	833.33	1,404.13	2,237.46
01/01/10	10,000.00	8,424.75	0.00	18,424.75		2/10-7/10	833.33	1,361.21	2,194.54
07/01/10	0.00	8,167.25	250.00	8,417.25	26,842.00	8/10-1/11	833.33	1,361.21	2,194.54
01/01/11	10,000.00	8,167.25	0.00	18,167.25		2/11-7/11	1,166.67	1,318.29	2,484.96
07/01/11	0.00	7,909.75	250.00	8,159.75	26,327.00	8/11-1/12	1,166.67	1,318.29	2,484.96
01/01/12	14,000.00	7,909.75	0.00	21,909.75		2/12-7/12	1,166.67	1,258.21	2,424.88
07/01/12	0.00	7,549.25	250.00	7,799.25	29,709.00	8/12-1/13	1,166.67	1,258.21	2,424.88
01/01/13	14,000.00	7,549.25	0.00	21,549.25		2/13-7/13	1,083.33	1,198.13	2,281.46
07/01/13	0.00	7,188.75	250.00	7,438.75	28,988.00	8/13-1/14	1,083.33	1,198.13	2,281.46
01/01/14	13,000.00	7,188.75	0.00	20,188.75		2/14-7/14	1,083.33	1,142.33	2,225.67
07/01/14	0.00	6,854.00	250.00	7,104.00	27,292.75	8/14-1/15	1,083.33	1,142.33	2,225.67
01/01/15	13,000.00	6,854.00	0.00	19,854.00		2/15-7/15	1,333.33	1,086.54	2,419.88
07/01/15	0.00	6,519.25	250.00	6,769.25	26,623.25	8/15-1/16	1,333.33	1,086.54	2,419.88
01/01/16	16,000.00	6,519.25	0.00	22,519.25		2/16-7/16	1,333.33	1,017.88	2,351.21
07/01/16	0.00	6,107.25	250.00	6,357.25	28,876.50	8/16-1/17	1,333.33	1,017.88	2,351.21
01/01/17	16,000.00	6,107.25	0.00	22,107.25		2/17-7/17	1,333.33	949.21	2,282.54
07/01/17	0.00	5,695.25	250.00	5,945.25	28,052.50	8/17-1/18	1,333.33	949.21	2,282.54
01/01/18	16,000.00	5,695.25	0.00	21,695.25		2/18-7/18	1,500.00	876.54	2,376.54
07/01/18	0.00	5,259.25	250.00	5,509.25	27,204.50	8/18-1/19	1,500.00	876.54	2,376.54
01/01/19	18,000.00	5,259.25	0.00	23,259.25		2/19-7/19	1,500.00	794.79	2,294.79
07/01/19	0.00	4,768.75	250.00	5,018.75	28,278.00	8/19-1-20	1,500.00	794.79	2,294.79
01/01/20	18,000.00	4,768.75	0.00	22,768.75		2/20-7/20	1,500.00	713.04	2,213.04
07/01/20	0.00	4,278.25	250.00	4,528.25	27,297.00	8/20-1/21	1,500.00	713.04	2,213.04
01/01/21	18,000.00	4,278.25	0.00	22,278.25		2/21-7/21	1,750.00	631.29	2,381.29
07/01/21	0.00	3,787.75	250.00	4,037.75	26,316.00	8/21-1/22	1,750.00	631.29	2,381.29
01/01/22	21,000.00	3,787.75	0.00	24,787.75		2/22-7/22	1,750.00	535.92	2,285.92
07/01/22	0.00	3,215.50	250.00	3,465.50	28,253.25	8/22-1/23	1,750.00	535.92	2,285.92
01/01/23	21,000.00	3,215.50	0.00	24,215.50		2/23-7/23	2,000.00	440.54	2,440.54
07/01/23	0.00	2,643.25	250.00	2,893.25	27,108.75	8/23-1/24	2,000.00	440.54	2,440.54
01/01/24	24,000.00	2,643.25	0.00	26,643.25		2/24-7/24	1,916.67	331.54	2,248.21
07/01/24	0.00	1,989.25	250.00	2,239.25	28,882.50	8/24-1/25	1,916.67	331.54	2,248.21
01/01/25	23,000.00	1,989.25	0.00	24,989.25		2/25-7/25	2,000.00	227.08	2,227.08
07/01/25	0.00	1,362.50	250.00	1,612.50	26,601.75	8/25-1/26	2,000.00	227.08	2,227.08
01/01/26	24,000.00	1,362.50	0.00	25,362.50		2/26-7/26	2,166.67	114.83	2,284.75
07/01/26	0.00	708.50	250.00	958.50	26,321.00	8/26-1/27	2,166.67	114.83	2,284.75
01/01/27	26,000.00	708.50	0.00	26,708.50					
07/01/27					26,708.50				
<b>Totals</b>	<u>374,000.00</u>	<u>310,293.58</u>	<u>6,250.00</u>	<u>690,543.58</u>		<u>374,000.00</u>	<u>310,293.53</u>	<u>684,293.58</u>	

KENTUCKY RURAL WATER FINANCE CORPORATION FLEXIBLE TERM FINANCE PROGRAM, SERIES 2001 C

Borrower: Bullock Pen Water District - Contributions Account  
 Dated Date: 05/15/02

Borrower Payment Schedule

Payment Date	Principal	Interest	Trustee Fees	Total	Fiscal Total
05/15/02					
07/01/02	0.00	3,828.39	250.00	4,078.39	4,078.39
01/01/03	5,000.00	9,067.25	0.00	14,067.25	
07/01/03	0.00	8,938.50	250.00	9,188.50	23,255.75
01/01/04	7,000.00	8,938.50	0.00	15,938.50	
07/01/04	0.00	8,758.25	250.00	9,008.25	24,946.75
01/01/05	7,000.00	8,758.25	0.00	15,758.25	
07/01/05	0.00	8,578.00	250.00	8,828.00	24,586.25
01/01/06	7,000.00	8,578.00	0.00	15,578.00	
07/01/06	0.00	8,397.75	250.00	8,647.75	24,225.75
01/01/07	10,000.00	8,397.75	0.00	18,397.75	
07/01/07	0.00	8,140.25	250.00	8,390.25	26,788.00
01/01/08	10,000.00	8,140.25	0.00	18,140.25	
07/01/08	0.00	7,882.75	250.00	8,132.75	26,273.00
01/01/09	10,000.00	7,882.75	0.00	17,882.75	
07/01/09	0.00	7,625.25	250.00	7,875.25	25,758.00
01/01/10	10,000.00	7,625.25	0.00	17,625.25	
07/01/10	0.00	7,367.75	250.00	7,617.75	25,243.00
01/01/11	10,000.00	7,367.75	0.00	17,367.75	
07/01/11	0.00	7,110.25	250.00	7,360.25	24,728.00
01/01/12	11,000.00	7,110.25	0.00	18,110.25	
07/01/12	0.00	6,827.00	250.00	7,077.00	25,187.25
01/01/13	11,000.00	6,827.00	0.00	17,827.00	
07/01/13	0.00	6,543.75	250.00	6,793.75	24,620.75
01/01/14	12,000.00	6,543.75	0.00	18,543.75	
07/01/14	0.00	6,234.75	250.00	6,484.75	25,028.50
01/01/15	12,000.00	6,234.75	0.00	18,234.75	
07/01/15	0.00	5,925.75	250.00	6,175.75	24,410.50
01/01/16	14,000.00	5,925.75	0.00	19,925.75	
07/01/16	0.00	5,565.25	250.00	5,815.25	25,741.00
01/01/17	14,000.00	5,565.25	0.00	19,565.25	
07/01/17	0.00	5,204.75	250.00	5,454.75	25,020.00
01/01/18	14,000.00	5,204.75	0.00	19,204.75	
07/01/18	0.00	4,823.25	250.00	5,073.25	24,278.00
01/01/19	17,000.00	4,823.25	0.00	21,823.25	
07/01/19	0.00	4,360.00	250.00	4,610.00	26,433.25
01/01/20	17,000.00	4,360.00	0.00	21,360.00	
07/01/20	0.00	3,896.75	250.00	4,146.75	25,506.75
01/01/21	17,000.00	3,896.75	0.00	20,896.75	
07/01/21	0.00	3,433.50	250.00	3,683.50	24,580.25
01/01/22	19,000.00	3,433.50	0.00	22,433.50	
07/01/22	0.00	2,915.75	250.00	3,165.75	25,599.25
01/01/23	19,000.00	2,915.75	0.00	21,915.75	
07/01/23	0.00	2,398.00	250.00	2,648.00	24,563.75
01/01/24	21,000.00	2,398.00	0.00	23,398.00	
07/01/24	0.00	1,825.75	250.00	2,075.75	25,473.75
01/01/25	22,000.00	1,825.75	0.00	23,825.75	
07/01/25	0.00	1,226.25	250.00	1,476.25	25,302.00
01/01/26	21,000.00	1,226.25	0.00	22,226.25	
07/01/26	0.00	654.00	250.00	904.00	23,130.25
01/01/27	24,000.00	654.00	0.00	24,654.00	
07/01/27					24,654.00
Totals	<u>341,000.00</u>	<u>282,162.14</u>	<u>6,250.00</u>	<u>629,412.14</u>	

	Monthly Principal	Monthly Interest	Total Monthly Sinking Fund Payments
7/02	0.00	3,828.39	3,828.39
8/2-1/3	833.33	1,511.21	2,344.54
2/3-7/3	583.33	1,489.75	2,073.08
8/3-1/4	583.33	1,489.75	2,073.08
2/4-7/4	583.33	1,459.71	2,043.04
8/4-1/5	583.33	1,459.71	2,043.04
2/5-7/5	583.33	1,429.67	2,013.00
8/5-1/6	583.33	1,429.67	2,013.00
2/6-7/6	833.33	1,399.63	2,232.96
8/6-1/7	833.33	1,399.63	2,232.96
2/7-7/7	833.33	1,356.71	2,190.04
8/7-1/8	833.33	1,356.71	2,190.04
2/8-7/8	833.33	1,313.79	2,147.13
8/8-1/9	833.33	1,313.79	2,147.13
2/9-7/9	833.33	1,270.88	2,104.21
8/9-1/10	833.33	1,270.88	2,104.21
2/10-7/10	833.33	1,227.96	2,061.29
8/10-1/11	833.33	1,227.96	2,061.29
2/11-7/11	916.67	1,185.04	2,101.71
8/11-1/12	916.67	1,185.04	2,101.71
2/12-7/12	916.67	1,137.83	2,054.50
8/12-1/13	916.67	1,137.83	2,054.50
2/13-7/13	1,000.00	1,090.63	2,090.63
8/13-1/14	1,000.00	1,090.63	2,090.63
2/14-7/14	1,000.00	1,039.13	2,039.13
8/14-1/15	1,000.00	1,039.13	2,039.13
2/15-7/15	1,166.67	987.63	2,154.29
8/15-1/16	1,166.67	987.63	2,154.29
2/16-7/16	1,166.67	927.54	2,094.21
8/16-1/17	1,166.67	927.54	2,094.21
2/17-7/17	1,166.67	867.46	2,034.13
8/17-1/18	1,166.67	867.46	2,034.13
2/18-7/18	1,416.67	803.88	2,220.54
8/18-1/19	1,416.67	803.88	2,220.54
2/19-7/19	1,416.67	726.67	2,143.33
8/19-1/20	1,416.67	726.67	2,143.33
2/20-7/20	1,416.67	649.46	2,066.13
8/20-1/21	1,416.67	649.46	2,066.13
2/21-7/21	1,583.33	572.25	2,155.58
8/21-1/22	1,583.33	572.25	2,155.58
2/22-7/22	1,583.33	485.96	2,069.29
8/22-1/23	1,583.33	485.96	2,069.29
2/23-7/23	1,750.00	399.67	2,149.67
8/23-1/24	1,750.00	399.67	2,149.67
2/24-7/24	1,833.33	304.29	2,137.63
8/24-1/25	1,833.33	304.29	2,137.63
2/25-7/25	1,750.00	204.38	1,954.38
8/25-1/26	1,750.00	204.38	1,954.38
2/26-7/26	2,000.00	109.00	2,109.00
8/26-1/27	2,000.00	109.00	2,109.00
	<u>341,000.00</u>	<u>282,162.09</u>	<u>623,162.14</u>