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Public Service
Commission

**ADDENDUM TO WATER PURCHASE AGREEMENT
BETWEEN CITY OF CYNTHIANA AND
HARRISON COUNTY WATER ASSOCIATION, INC.**

WHEREAS, the City of Cynthiana, Kentucky and Harrison County Water Association, Inc. entered into a Water Purchase Agreement dated September 29, 2009 setting forth rates to be charged by the City of Cynthiana to Harrison County Water Association, Inc. for treated water which Harrison County Water Association, Inc. purchases from the City of Cynthiana, Kentucky with the rates being subsequently amended by Addendum dated November 11, 2014 and effective January 1, 2015, and

WHEREAS, Paragraph 7 of the Water Purchase Agreement dated September 29, 2009 provides that the agreement will expire forty (40) years from November 1, 2009 and thereafter may be renewed or extended as may be agreed upon by the City and HCWA, and

WHEREAS, Harrison County Water Association, Inc. has entered into a financing agreement with the United States Department of Agriculture Rural Development and as a part of the financing agreement, the United States Department of Agriculture has requested that the term of the contract between the City of Cynthiana and the Harrison County Water Association, Inc. be extended to December 31, 2060,

WHEREAS, the City of Cynthiana and the Harrison County Water Association, Inc. have reached an agreement to accommodate this request by USDA-RD and extend the terms of the Water Purchase Agreement dated September 29, 2009,

NOW, THEREFORE, this Addendum to Water Purchase Agreement is made and entered into as of this the 23rd day of May 2017, by and between the City of Cynthiana, Kentucky, a municipal corporation located in Harrison County, Kentucky (hereinafter referred to as "City") and the Harrison County Water Association, Inc. (hereinafter referred to as "HCWA").

**KENTUCKY
PUBLIC SERVICE COMMISSION**
Gwen R. Pinson
Kentucky Director
Gwen R. Pinson
EFFECTIVE
7/5/2017
PURSUANT TO 807 KAR 5:011 SECTION 9 (1)

WITNESSETH:

1. The City and the HCWA have reached an agreement to extend the current Water Purchase Agreement dated September 29, 2009 (as previously amended by Addendum to Water Purchase Agreement dated November 11, 2014 effective January 1, 2015) to the effect that the contract expiration date shall be extended from November 1, 2049 to December 31, 2060.

2. Paragraph 7 of the Water Purchase Agreement dated September 29, 2009 effective November 1, 2009 (as amended by Addendum dated November 11, 2014 effective January 1, 2015) is hereby amended to reflect that the new expiration date of the contract shall be December 31, 2060.

3. The water rate schedule is not affected by this Addendum and this Addendum shall have no effect on any other terms or provisions of the Water Purchase Agreement dated September 29, 2009 effective November 1, 2009 (as amended by Addendum dated November 11, 2014 effective January 1, 2015) except as specifically set out in this Addendum with the sole purpose of this Addendum being to extend the term of the current agreement.

IN TESTIMONY WHEREOF, this Addendum has been lawfully and with full authority executed (1) by the Mayor of the City of Cynthiana, Kentucky, by and on behalf of the City and (2) by the President and Chairman of the Board of Directors of the Harrison County Water Association, Inc., by and on behalf of the HCWA.

CITY OF CYNTHIANA, KENTUCKY

By: James D. Smith
James Smith, Mayor

KENTUCKY PUBLIC SERVICE COMMISSION
Gwen R. Pinson Executive Director <i>Gwen R. Pinson</i>
EFFECTIVE 7/5/2017 PURSUANT TO 807 KAR 5:011 SECTION 9 (1)

**STATE OF KENTUCKY
COUNTY OF HARRISON**

The foregoing Addendum to Water Purchase Agreement was subscribed, sworn to and acknowledged before me by James Smith, acting as Mayor on behalf of the City of Cynthiana, Kentucky, on this the 23RD day of May 2017.

My commission expires:

1/13/18


Notary Public

**HARRISON COUNTY WATER
ASSOCIATION, INC.**

By: William Toadvine
William Toadvine, President and
Chairman of the Board of Directors

**STATE OF KENTUCKY
COUNTY OF HARRISON**

The foregoing Addendum to Water Purchase Agreement was subscribed, sworn to and acknowledged before me by William Toadvine, acting as President and Chairman of the Board of Directors on behalf of Harrison County Water Association, Inc., on this the 30th day of May 2017.

My commission expires:

12-17-18


Notary Public

**KENTUCKY
PUBLIC SERVICE COMMISSION**

Gwen R. Pinson
Executive Director



EFFECTIVE

7/5/2017

PURSUANT TO 807 KAR 5:011 SECTION 9 (1)