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OCT 07 2008

October 6, 2008

PUBLIC SERVICE
COMMISSION

Mr. Ryan Gatewood, Director
Division of Filings
Kentucky Public Service Commission
P.O. Box 615
211 Sower Boulevard
Frankfort, Kentucky 40602

RE: Meade County Water District
Phase VII Expansion
Case No. 2008-00390

Dear Mr. Gatewood:

This letter with attachments is in response to your letter of September 26, 2008, to the Meade County Water District (MCWD) detailing filing deficiencies. Each item mentioned will be addressed in this letter or referenced as an attachment. As part of this application, MCWD moves for a deviation from the provision of Administrative Regulation 807 KAR 5:001, Section 6, requiring that, "[w]henver in these rules it is provided that a financial exhibit shall be annexed to the application, the said exhibit shall cover operations for a twelve (12) month period, said period ending not more than ninety (90) days prior to the date the application is filed." However, Section 14 of that regulation permits a deviation upon the showing of good cause. In this case, the MCWD does not have the time required to produce an updated income statement and balance sheet. Bids on the project were opened on July 17, 2008 and favorable bids were received. The 90 day bid hold period will run out on October 17, 2008. If contracts are not awarded, the project will have to be rebid. This could result in a substantial increase in project costs for MCWD and its customers.

1. **807 KAR 5:001 – Section 6(4) Mortgages**

The Meade County Water District (MCWD) does not have any mortgages

2. **807 KAR 5:001 – Section 6(5) Bonds**

All outstanding bonds, amount authorized, amount issued, date of issue, date of maturity, each class issued, how secured, interest paid in last fiscal year, and name of utility who issued is shown in the MCWD 2007 PSC Annual Report (attached).

3. **807 KAR 5:001 – Section 6(6) Notes Outstanding**

Outstanding Notes are summarized in the PSC 2007 Annual Report

4. **807 KAR 5:001 – Section 6(7) Other Indebtedness**

The MCWD has no other indebtedness

5. **807 KAR 5:001 – Section 11(1) (a) Property**

Description of MCWD property and the original cost is detailed in Case Number 2007-00034

6. **807 KAR 5:001 – Section 11(1)(b) If Bonds or Notes or Other Indebtedness is Proposed**

<u>Amount</u>	<u>Terms</u>	<u>Interest Rate</u>	<u>Secured</u>
\$1,950,949	KIA Fund "F" 20 Years	3.0%	Revenue from Water sales

7. **807 KAR 5:001 – Section 11(2)(b) Copies of All Trust Deeds and Mortgages**

The MCWD does not have any trust deeds or mortgages. All property owned is held in fee simple title with general warranty deeds.

8. **807 KAR 5:001 – Section 11(2)(c) If Property is to be Acquired**

General warranty deed for the tank site is attached. The USOA account number for real property purchases is #303 and the land purchase price was \$30,000.

Please let me know if you have any questions or need additional information.

Sincerely,



Robert J. Sturdivant
Marketing Manager

Attachments

Cc: Joe Bartley, General Manager, MCWD
Kevin Brian, P.E., HDR

ATTACHMENT 1

2007 PSC REPORT

25305 Meade County Water District 01/01/2007 - 12/31/2007

Title Page

	Name of Respondent	Addr Line 1	Addr Line 2	City	State	Zip
Water Districts/Associations Annual Report of Respondent	Meade County Water District	1003 Armory Place		Brandenburg	KY	40108

25305 Meade County Water District 01/01/2007 - 12/31/2007

Principal Payment and Interest Information

	Amount	Yes/No	PSC Case No.
Amount of Pncipal Payment During Calendar Year	\$101,058.00		
Is Principal Current?		Y	
Is Interest Current?		Y	
Has all long-term debt been approved by the Public Service Commission?		Y	

25305 Meade County Water District 01/01/2007 - 12/31/2007

Services Performed by Independent CPA

	Yes/No	A/C/R
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Are your financial statements examined by a Certified Public Accountant?

Enter Y for Yes or N for No

Y

If yes, which service is performed?

Enter an X on each appropriate line

Audit

X

Compilation

Review

25305 Meade County Water District 01/01/2007 - 12/31/2007

Additional Requested Information

	Name	Electronic Info
Name of Utility and Web Address	Meade County Water District	
Contact Name and Email Address	Donna Schenck	mcwajds@bbtel.com

25305 Meade County Water District 01/01/2007 - 12/31/2007

Additional Information Required

Case Num	Date	Explain
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25305 Meade County Water District 01/01/2007 - 12/31/2007

Major Water Projects

Provide details about each major water project which is planned but has not yet been submitted for approval to the Public Service commission.

For the limited purpose of this report, a "Major Project" is defined as one which is not in the ordinary course of business, and will increase your current utilityplant by at least 20 percent.

Brief Project Description: (improvement, replacement, building construction, expansion. If expansion, provide the estimated number of new customers):

Projected Costs and Funding Sources/Amounts:

Approval Status: (Application for financial assistance filed, but not approved; or application approved, but have not advertised for construction bids)

Location: (community, area or nearby roads)

25305 Meade County Water District 01/01/2007 - 12/31/2007

History-Legal Name (Ref Page: 4)

1. Exact name of utility making this report.

(Use the words "The", "Company" or "Incorporated" only when part of the corporate name.)

Meade County Water District

25305 Meade County Water District 01/01/2007 - 12/31/2007

History-Location (Ref Page: 4)

	name	Address	city	state	zip	Phone
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Give the location, including street and number, and TELEPHONE NUMBER of the principal office in KY.

principal office in KY	Meade County Water District	1003 Armory Place	Brandenburg	KY	40108	2704225006
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Give name, title, address and TELEPHONE NUMBER of the officer

to whom correspondence concerning this report should be addressed.

	Joe Bartley	1003 Armory Place	Brandenburg	KY	40108	2704225006
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Location where books are located

	Meade County Water District	1003 Armory Place	Brandenburg	KY		2704225006
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25305 Meade County Water District 01/01/2007 - 12/31/2007

History-Date Organized (Ref Page: 4)

	Date
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Date of Organization

04/01/1983

25305 Meade County Water District 01/01/2007 - 12/31/2007

History-Laws of Organization (Ref Page: 4)

	List
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If a consolidated or merger company, name all contingent and all merged companies. Give reference to charters or general laws governing each, and all amendments of same N/A

Date and Authority for each consolidation and each merger. N/A

25305 Meade County Water District 01/01/2007 - 12/31/2007

History-Departments (Ref Page: 4)

	List
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State whether respondent is a water district or association

Water District

Name all operating departments other than water

N/A

25305 Meade County Water District 01/01/2007 - 12/31/2007

History - Counties (Ref Page: 5)

Meade

25305 Meade County Water District 01/01/2007 - 12/31/2007

Contacts (Ref Page: 6)

	Title	Last Name	First Name	Bus. Addr.	Salary	Term Expires
Person to send correspondence:	General Manager	Bartley	Joe	1003 Armory Place Brandenburg, KY 40108		
Person who prepared this report	CPA	Richardson, Pennington &		513 S. Second Street Louisville, KY 40202		
Officers and Managers						
	Treasurer	Whitfield	Jon	150 Milan Road Brandenburg, KY 40108	\$0.00	06/20/2010
	Secretary	Richardson	Rebecca	2539 Old Ekron Road Brandenburg, KY 40108	\$0.00	07/01/2009
	Commissioner	Boothe	Norman	58 St. Martins Road Vine Grove, KY 40175	\$0.00	06/20/2011
	Commissioner	Prather	Wesley	905 Whelan Road Vine Grove, KY 40175	\$0.00	07/01/2009
	Chairman	Cornett	Doug	125 Cornett Lane Guston, KY 40142	\$0.00	07/01/2009

25305 Meade County Water District 01/01/2007 - 12/31/2007

Balance Sheet - Assets and Other Debits (Ref Page: 7)

	Previous Year	Current Year
UTILITY PLANT		
Utility Plant (101-106)	\$10,001,353.00	\$10,968,914.00
Less: Accumulated Depreciation and Amortization (108-110)	\$2,315,277.00	\$2,598,774.00
Net Plant	\$7,686,076.00	\$8,370,140.00
Utility Plant Acquisition Adjustments (Net) (114-115)		
Other Utility Plant Adjustments (116)		
Total Net Utility Plant	\$7,686,076.00	\$8,370,140.00
OTHER PROPERTY AND INVESTMENTS		
Nonutility Property (121)	\$982,077.00	\$1,163,012.00
Less: Accumulated Depreciation and Amortization (122)	\$271,531.00	\$281,224.00
Net Nonutility Property	\$710,546.00	\$881,788.00
Investment in Associated Companies (123)		
Utility and Other Investments (124-125)		
Sinking Funds (126)		
Other Special Funds (127)		
Total Other Property and Investments	\$710,546.00	\$881,788.00
CURRENT AND ACCRUED ASSETS		
Cash (131)	\$1,175,538.00	\$849,303.00
Special Deposits (132)		
Other Special Deposits (133)		
Working Funds (134)		
Temporary Cash Investments (135)		
Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts (141-144)	\$121,018.00	\$113,176.00
Accounts Receivable from Associated Companies (145)		
Notes Receivable from Associated Companies (146)		
Materials and Supplies (151-153)	\$58,385.00	\$73,668.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Balance Sheet - Assets and Other Debits (Ref Page: 7)

	Previous Year	Current Year
Stores Expense (161)		
Prepayments (162)	\$12,095.00	\$11,926.00
Accrued Interest and Dividends Receivable (171)		
Rents Receivable (172)		
Accrued Utility Revenues (173)		
Misc. Current and Accrued Assets (174)		
Total Current and Accrued Assets	\$1,367,036.00	\$1,048,073.00
DEFERRED DEBITS		
Unamortized Debt Discount and Expense (181)	\$15,461.00	\$14,495.00
Extraordinary Property Losses (182)		
Preliminary Survey and Investigation Charges (183)		
Cleaning Accounts (184)		
Temporary Facilities (185)		
Misc. Deferred Debits (186)		
Research and Development Expenditure (187)		
Total Deferred Debits	\$15,461.00	\$14,495.00
TOTAL ASSETS AND OTHER DEBITS	\$9,779,119.00	\$10,314,496.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Balance Sheet - Equity Capital and Liabilities (Ref Page: 9)

	Previous Year	Current Year
EQUITY CAPITAL		
Appropriated Retained Earnings (214)		
Retained Earnings From Income before contributions (215.1)	\$5,832,215.00	\$6,382,580.00
Donated Capital (215.2)	\$1,618,605.00	\$1,709,311.00
Total Equity Capital	\$7,450,820.00	\$8,091,891.00
LONG-TERM DEBT		
Bonds (221)	\$1,049,500.00	\$1,024,000.00
Reaquired Bonds (222)		
Advances from Associated Companies (223)		
Other Long-Term Debt (224)	\$1,101,169.00	\$1,025,611.00
Total Long Term Debt	\$2,150,669.00	\$2,049,611.00
CURRENT AND ACCRUED LIABILITIES		
Accounts Payable (231)	\$48,645.00	\$36,777.00
Notes Payable (232)		
Accounts Payable to Associated Co. (233)		
Notes Payable to Associated Co (234)		
Customer Deposits (235)	\$77,228.00	\$80,264.00
Accrued Taxes (236)	\$6,922.00	\$7,422.00
Accrued Interest (237)	\$1,003.00	\$338.00
Matured Long-Term Debt (239)		
Matured Interest (240)		
Tax Collections Payable (241)		
Misc. Current and Accrued Liabilities (242)	\$43,832.00	\$48,193.00
Total Current and Accrued Liabilities	\$177,630.00	\$172,994.00
DEFFERRED CREDITS		
Unamortized Premium on Debt (251)		
Advances for Construction (252)		

25305 Meade County Water District 01/01/2007 - 12/31/2007

Balance Sheet - Equity Capital and Liabilities (Ref Page: 9)

	Previous Year	Current Year
Other Deferred Credits (253)		
Total Deferred Credits		
OPERATING RESERVES		
Accumulated Provision For:		
Property Insurance (261)		
Injuries and Damages (262)		
Pensions and Benefits (263)		
Miscellaneous Operating Reserves (265)		
Total Operating Reserves		
Total Equity Capital and Liabilities	\$9,779,119.00	\$10,314,496.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Comparative Operating Statement (Ref Page: 11)

	Previous Year	Current Year
UTILITY OPERATING INCOME		
Operating Revenues (400)	\$1,625,701.00	\$1,716,404.00
Operating Expenses (401)	\$1,084,870.00	\$1,217,607.00
Depreciation Expenses (403)	\$318,256.00	\$317,822.00
Amortization of Utility Plant Acquisition Adjustment (406)		\$966.00
Amortization Expense (407)	\$966.00	\$80,692.00
Taxes Other Than Income (408.10-408.13)	\$76,705.00	\$1,617,087.00
Utility Operating Expenses	\$1,480,797.00	\$99,317.00
Utility Operating Income	\$144,904.00	
Income From Utility Plant Leased to Others (413)		
Gains (Losses) from Disposition of Utility Property (414)		\$99,317.00
Total Utility Operating Income	\$144,904.00	
OTHER INCOME AND DEDUCTIONS		
Revenues From Merchandising, Jobbing and contract work (415)		
Costs and Expenses of Merchandising, Jobbing and Contract Work (416)		\$32,411.00
Interest and Dividend Income (419)	\$31,964.00	
Allowance for funds Used During Constructions (420)		\$545,969.00
Nonutility Income (421)	\$712,376.00	
Miscellaneous Nonutility Expenses (426)		\$578,380.00
Total Other Income and Deductions	\$744,340.00	
TAXES APPLICABLE TO OTHER INCOME		
Taxes Other Than Income (408.20)		
Total Taxes Applic. to Other Income		
INTEREST EXPENSE		\$127,332.00
Interest Expense (427)	\$107,694.00	
Amortization of Debl Discount and Exp. (428)		

25305 Meade County Water District 01/01/2007 - 12/31/2007

Comparative Operating Statement (Ref Page: 11)

	Previous Year	Current Year
Amortization of Premium on Debt (429)		
Total Interest Expense	\$107,694.00	\$127,332.00
EXTRAORDINARY ITEMS		
Extraordinary Income (433)	\$10,600.00	
Extraordinary Deductions (434)		
Total Extraordinary Items	\$10,600.00	\$0.00
NET INCOME BEFORE CONTRIBUTIONS	\$792,150.00	\$550,365.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Statement of Retained Earnings 2002 (Ref Page: 12)

Description	Total
Appropriated Retained earnings (214)	
(state balance and purpose of each appropriated amount at year end:)	
Total Appropriated Retained Earnings	
Retained Earnings From Income Before Contributions (215.1)	
Balance beginning of year	\$5,832,215.00
Balance transferred from Net Income Before Contributions (435)	\$550,365.00
Changes to account:	
Appropriations of Retained Earnings (436)	\$0.00
Adjustments to Retained Earnings (439)	
(requires Commission approval prior to use):	
Credits	
Debits	
Balance End of Year	\$6,382,580.00

25305 Meade County Water District 01/01/2007 - 12/31/2007
Statement of Retained Earnings (cont. 215.2) (Ref Page: 12)

Description	Tapping Fees	Grants	Other	Total
Donated Capital (215.2)				
Balance Beginning of the Year	\$560,497.00	\$0.00	\$1,058,108.00	\$1,618,605.00
Credits				
Proceeds from capital contributions (432)	\$90,706.00	\$0.00	\$0.00	\$90,706.00
Other Credits (explain)				
Debits (explain - requires Commission Approval)				
Balance End of Year	\$651,203.00	\$0.00	\$1,058,108.00	\$1,709,311.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Net Utility Plant (Accts. 101-106) (Ref Page: 13)

		Total
Utility Plant in Service (101)		\$10,968,914.00
Utility Plant Leased to Others (102)		
Property Held for Future Use (103)		
Utility Plant Purchased or Sold (104)		
Construction Work in Progress (105)		
Completed Construction Not Classified (106)		
Total Utility Plant		\$10,968,914.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Accumulated Depreciation (Acct. 108) (Ref Page: 13)

Description	Total
Balance First of Year	\$2,315,277.00
Credit during year	
Accruals Charged to Account 108.1	\$283,497.00
Accruals Charged to Account 108.2	
Accruals Charged to Account 108.3	
Accruals Charged to Other Accounts (specify)	
(specify)	
Salvage Value Recovered on Plant Retired	
Other Credits	
(specify)	
Total Credits	\$283,497.00
Debits during year:	
Book Cost of Plant Retired	
Cost of Removal	
Other Debits	
(specify)	
Total Debits	
Balance at End of Year	\$2,598,774.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Water Utility Plant Accounts (Ref Page: 14)

	Prev Year (c)	Additions (d)	Retirement (e)	Current Yr(f)	Intngble. Plant (g)	Supply & Pump.	Water Treatmnt.	Trans. and Distr.	General Plant
Organization (301)									
Franchises (302)									
Land and Land Rights (303)	\$55,310.00	\$0.00	\$0.00	\$55,310.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Structures and Improvements (304)	\$1,787,213.00	\$0.00	\$0.00	\$1,787,213.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Collecting and Impounding Reservoirs (305)									
Lakes, Rivers and Other Intakes (306)									
Wells and Springs (307)	\$10,000.00	\$0.00	\$0.00	\$10,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Infiltration Galleries and Tunnels (308)									
Supply Mains (309)	\$5,773,729.00	\$739,944.00	\$0.00	\$6,513,673.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Power Generation Equipment (310)									
Pumping Equipment (311)	\$559,349.00	\$0.00	\$0.00	\$559,349.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Water Treatment Equipment (320)									
Distribution Reservoirs and Standpipes (330)									
Transmission and Distribution Mains (331)	\$560,397.00	\$31,783.00	\$0.00	\$592,180.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Water Utility Plant Accounts (Ref Page: 14)

	Prev Year (c)	Additions (d)	Retirement (e)	Current Yr(f)	Intrngble. Plant (g)	Supply & Pump.	Water Treatmnt.	Trans. and Distr.	General Plant
Services (333)	\$63,127.00	\$0.00	\$0.00	\$63,127.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Meters and Meter Installations (334)	\$951,832.00	\$177,231.00	\$0.00	\$1,129,063.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Hydrants (335)	\$21,927.00	\$0.00	\$0.00	\$21,927.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Backflow Prevention Devices (336)									
Other Plant and Misc. Equipment (339)	\$84,529.00	\$0.00	\$0.00	\$84,529.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Office Furniture and Equip. (340)	\$77,396.00	\$18,603.00	\$0.00	\$95,999.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Transportation Equipment (341)									
Stores Equipment (342)									
Tools, Shop and Garage Equip (343)									
Laboratory Equipment (344)									
Power Operated Equipment (345)	\$56,544.00	\$0.00	\$0.00	\$56,544.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Communication Equipment (346)									
Miscellaneous Equipment (347)									
Other Tangible Plant (348)									
Total Water Plant	\$10,001,353.00	\$967,561.00	\$0.00	\$10,968,914.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Analysis of Accumulated Depreciation and Amortization by Primary Acct (Ref Page: 15)

	Balance Beg Yr (c)	Gr-Chg Dep Exp (d)	Other Credits (e)	Charges-Plant Ret (f)	Other Charges (g)	Balance End Yr (h)
Organization (301)						
Franchises (302)						
Land and Land Rights (303)						
Structures and Improvements (304)	\$261,853.00	\$45,575.00	\$0.00	\$0.00	\$0.00	\$307,428.00
Collecting and Impounding Reservoirs (305)						
Lake, River and Other Intakes (306)						
Wells and Springs (307)	\$4,833.00	\$333.00	\$0.00	\$0.00	\$0.00	\$5,166.00
Infiltration Galleries and Tunnels (308)						
Supply Mains (309)	\$1,239,846.00	\$153,782.00	\$0.00	\$0.00	\$0.00	\$1,393,628.00
Power Generating Equipment (310)						
Pumping Equipment (311)	\$267,606.00	\$22,393.00	\$0.00	\$0.00	\$0.00	\$289,999.00
Water Treatment Equipment (320)						
Distributions Reservoirs and Standpipes (330)						
Transmission and Distribution Mains (331)	\$215,180.00	\$14,407.00	\$0.00	\$0.00	\$0.00	\$229,587.00
Services (333)	\$31,168.00	\$1,578.00	\$0.00	\$0.00	\$0.00	\$32,746.00
Meters and Meter Installations (334)	\$158,892.00	\$26,011.00	\$0.00	\$0.00	\$0.00	\$184,905.00
Hydrants (335)	\$10,034.00	\$548.00	\$0.00	\$0.00	\$0.00	\$10,582.00
Backflow Prevention Devices (336)						

25305 Meade County Water District 01/01/2007 - 12/31/2007

Analysis of Accumulated Depreciation and Amortization by Primary Acct (Ref Page: 15)

	Balance Beg Yr(c)	Cr-Chg Dep Exp(d)	Other Credits (e)	Charges-Plant Ret(f)	Other Charges (g)	Balance End Yr (h)
Other Plant and Miscellaneous Equipment (339)	\$59,512.00	\$6,688.00	\$0.00	\$0.00	\$0.00	\$66,199.00
Office Furniture and Equip. (340)	\$60,699.00	\$6,526.00	\$0.00	\$0.00	\$0.00	\$67,225.00
Transportation Equipment (341)						
Stores Equipment (342)						
Tools, Shop and Garage Equip (343)						
Laboratory Equipment (344)						
Power Operated Equipment (345)	\$5,654.00	\$5,655.00	\$0.00	\$0.00	\$0.00	\$11,309.00
Communication Equipment (346)						
Miscellaneous Equipment (347)						
Other Tangible Plant (348)						
Totals	\$2,315,277.00	\$283,496.00	\$0.00	\$0.00	\$0.00	\$2,598,774.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Accumulated Amortization (Acct. 110) (Ref Page: 16)

	Description	Total
Balance First of Year		\$3,864.00
Credit during year		
Accruals Charged to Account 110.1		\$966.00
Accruals Charged to Account 110.2		
Other Credits		
(specify)		
Total Credits		\$966.00
Debits during year:		
Book Cost of Plant Retired		
Other Debits		
(specify)		
Total Debits		
Balance end of Year		\$4,830.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Utility Plant Acquisition Adjustments (Accts. 114-115) (Ref Page: 16)

	Description	Total
Acquisition Adjustments (114)		
(specify)		
Total Plant Acquisition Adjustments		
Accumulated Amortization (115)		
(specify)		
Total Accumulated Amortization		
Net Acquisition Adjustments		

25305 Meade County Water District 01/01/2007 - 12/31/2007

Investments and Special Funds (Ref Page: 17)

Description (a)	Face or Par Value (b)	Year End Book Cost
Investment in Associated Companies (123)		
Total Investment in Associated Companies		
Utility Investments (124)		
Total Utility Investments		
Other Investments (125)		
Total Other investments		
Sinking Funds (126)		
Total Sinking Funds		
Other Special Funds (127)		
Total Other Special Funds		

25305 Meade County Water District 01/01/2007 - 12/31/2007

Accounts and Notes Receivable - Net (Accts 141-144) (Ref Page: 18)

Description	Total
Accounts and Notes Receivable	\$113,176.00
Customer Accounts Receivable (141)	
Other Accounts Receivable (142)	
Total Other Accounts Receivable	
Notes Receivable (144)	
Total Notes Receivable	\$113,176.00
Total Accounts and Notes Receivable	
Accumulated Provision for Uncollectible Accounts (143)	\$0.00
Balance First of Year	
Add:	
Provision for uncollectibles for current year	
Collections of accountst previously written off	
Other	
(specify)	
Total Additions	
Deduct accounts written off during year:	
Other	
(specify)	
Total Deductions	
Balance end of Year	\$113,176.00
Total Accounts and Notes Receivable - Net	

25305 Meade County Water District 01/01/2007 - 12/31/2007

Materials and Supplies (151-153) (Ref Page: 19)

		Total
Plant Materials and Supplies (151)		\$73,668.00
Merchandise (152)		
Other Materials and Supplies (153)		
Total Materials and Supplies		\$73,668.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Prepayments (Acct. 162) (Ref Page: 19)

Description	Total
Prepaid Insurance	\$11,926.00
Prepaid Rents	
Prepaid Interest	
Prepaid Taxes	
Other Prepayments	
(Specify)	
Total Prepayments	\$11,926.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Miscellaneous Deferred Debits (Acct. 186) (Ref Page: 20)

		Total
Miscellaneous Deferred Debits (186)		
Deferred Rate Case Expense (186.1)		
Other Deferred Debits (186.2)		
Regulatory Assets (186.3)		
Total Miscellaneous Deferred Debits		\$0.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Unamortized Debt Discount and Expense and Premium on Debt (Accts 181 and 251) (Ref Page: 20)

Description	Amt Written Off during year	Year End Balance
Unamortized Debt Discount and Expense (181)		
	\$966.00	\$14,495.00
Total Unamortized Debt Discount and Expense	\$966.00	\$14,495.00
Unamortized Premium on Debt (251)		
Total Unamortized Premium on Debt		

25305 Meade County Water District 01/01/2007 - 12/31/2007

Extraordinary Property Losses (Acct. 182) (Ref Page: 21)

	Description	Total
--	-------------	-------

Extraordinary Property Losses (182)

(Specify)

Total Extraordinary Property Losses

25305 Meade County Water District 01/01/2007 - 12/31/2007

Advances for Construction (Acct. 252) (Ref Page: 21)

Total

Balance First of Year

Add credits during year

Deduct charges during year

Balance end of year

25305 Meade County Water District 01/01/2007 - 12/31/2007

Long Term Debt (Ref Page: 22)

Description of Obligation (a)	Issue Date (b)	Mature Date (c)	Interest Expense for Year Rate (d)	Interest Expense for Year Amount(e)	Principal per Balance Sheet Date (f)
Meade County Fiscal Court	11/1995	1/2015	5.1500	\$0.00	\$426,000.00
KIA		2016	4.6000	\$0.00	\$250,000.00
KIA	2005	2024	3.0000	\$0.00	\$349,611.00
Total			0.0000	\$0.00	\$1,025,611.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Bonds - Account 221 (Ref Page: 23)

	Par Value of Actual Issue (1)	Cash Realized on Actual Issue (2)	Par Val of Amt. Held by or for Respondent (3)	Actually Outstanding at Close of Year (4)	Interest During Year Accrued (5)	Interest During Year Actually Paid (6)
	\$415,000.00	\$415,000.00	\$415,000.00	\$364,000.00	\$0.00	\$0.00
	\$605,000.00	\$605,000.00	\$605,000.00	\$515,000.00	\$0.00	\$0.00
	\$165,000.00	\$165,000.00	\$165,000.00	\$145,000.00	\$0.00	\$0.00
Total	\$1,185,000.00	\$1,185,000.00	\$1,185,000.00	\$1,024,000.00	\$0.00	\$0.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Schedule of Bond Maturities (Ref Page: 23)

Bond Numbers (7)	Maturity Date (8)	Interest Rate (9)	Principal Amt (10)	Amounts Paid (11)	Remaining Bonds Outstanding (12)
1	1994-2007	5.0000	\$51,000.00	\$51,000.00	\$0.00
1	2008-2032	5.0000	\$364,000.00	\$0.00	\$364,000.00
2	2002-2007	5.0810	\$90,000.00	\$90,000.00	\$0.00
2	2008-2024	5.0810	\$515,000.00	\$0.00	\$515,000.00
3	2004-2007	4.5000	\$20,000.00	\$0.00	\$0.00
3	2008-2022	4.5000	\$145,000.00	\$0.00	\$145,000.00
Total			\$1,185,000.00	\$141,000.00	\$1,024,000.00

(The total of Column 12 must agree with the total of col 4)

25305 Meade County Water District 01/01/2007 - 12/31/2007

Notes Payable (Accts 232 and 234) (Ref Page: 24)

Description	Nominal Date of Issue	Date of Maturity	Int. Rate	Int. Payment	Principal Amt Per Bal Sheet
Account 232 - Notes Payable					0
Total Account 232					
Account 234 - Notes Payable to Associated Companies					0
Total Account 234					

25305 Meade County Water District 01/01/2007 - 12/31/2007

Accounts Payable to Associated Companies (Acct. 233) (Ref Page: 24)

Description	Total
-------------	-------

Show Payable to Each Associated Company Separately

(Specify)

Total

25305 Meade County Water District 01/01/2007 - 12/31/2007

Taxes Accrued (Acct. 236) (Ref Page: 25)

	Total
Balance First of Year	\$6,922.00
Accruals Charged:	
Utility regulatory assessment fees (408.10)	
Property taxes (408.11)	
Payroll taxes (employer's portion) (408.12)	\$33,315.00
Other taxes and licenses (408.13)	\$47,377.00
Taxes other than income, other income and deductions (408.20)	
Total taxes accrued	\$80,692.00
Taxes paid during year:	
Utility regulatory assessment fees (408.10)	
Property taxes (408.11)	
Payroll taxes (employer's portion) (408.12)	\$32,815.00
Other taxes and licenses (408.13)	\$47,377.00
Taxes other than income, other income and deductions (408.20)	
Total Taxes Paid	\$80,192.00
Balance end of year	\$7,422.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Accrued Interest (Account 237) 2002 (Ref Page: 25)

Description of Debt (a)	Balance Beg of Year (b)	Interest Accrued(c)	Interest Paid (d)	Balance End of Year (e)
Long Term Debt:		\$127,332.00	\$127,332.00	\$0.00
Notes Payable:				
Customer Deposits:	1003.0000	\$0.00	\$665.00	\$338.00
Other				
Total Acct. No 237	1003.0000	\$127,332.00	\$127,997.00	\$338.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Miscellaneous Current and Accrued Liabilities (Acct. 242) (Ref Page: 26)

Description	Balance End Year
Accrued Retirement	\$6,016.00
Accrued Sick Leave	\$42,177.00
Total Miscellaneous Current and Accrued Liabilities	\$48,193.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Regulatory Commission Expense(Acct 666 and 667) (Ref Page: 26)

Description of Case (Docket	Total Incurred During Year	Amt Transferred to Acct	Expensed During Year Acct	Expensed During Year
No.) (a)	(b)	186.1 (c)	(d)	Amount (e)

Total

25305 Meade County Water District 01/01/2007 - 12/31/2007

Water Operating Revenue (Ref Page: 27)

	Beginning Year Customers	Year End Customers	Amount
Operating Revenues			
Unmetered Water Revenue (460)			
Metered Water Revenue (461)			
Sales to Residential Customers (461.1)	3,399	3,591	\$1,261,827.00
Sales to Commercial Customers (461.2)	112	113	\$454,577.00
Sales to Industrial Customers (461.3)	0	0	\$0.00
Sales to Public Authorities (461.4)			
Sales to Multiple Family Dwellings (461.5)			
Sales through Bulk Loading Stations (461.6)			
Total Metered Sales	3,511	3,704	\$1,716,404.00
Fire Protection Revenue (462)			
Public Fire Protection (462.1)			
Private Fire Protection (462.2)			
Total Fire Protection Revenue			
Other Sales to Public Authorities (464)			
Sales to Irrigation Customers (465)			
Sales for Resale (466)			
Interdepartmental Sales (467)			
Total Sales of Water	3,511	3,411	\$1,716,404.00
Other Water Revenues			
Guaranteed Revenues (469)			
Forfeited Discounts (470)			
Miscellaneous Service Revenues (471)			
Rents from Water Property (472)			
Interdepartments Rents (473)			
Other Water Revenues (474)			
Total Other Water Revenues			

25305 Meade County Water District 01/01/2007 - 12/31/2007

Water Operating Revenue (Ref Page: 27)

	Beginning Year Customers	Year End Customers	Amount
Total Water Operating Revenues			\$1,716,404.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Water Utility Expense Accounts (Ref Page: 28)

	Current Year (c)	Supply and Exp-Op. (d)	Supply and Exp-Maint. (e)	Water Treatmnt Exp-Op. (f)	Water Treatmnt Exp-Maint. (g)	Trans and Dist. Exp-Op (h)	Trans and Dist. Exp- Maint. (i)	Customer Accts Exp. (j)	Admin and Gen Exp.
Salaries and Wages-Employees (601)	\$406,140.00	\$260,343.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$47,774.00	\$98,023.00
Salaries and Wages-Officers, Directors and Majority Stockholders (603)	\$18,775.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$18,775.00
Employee Pensions and Benefits (604)	\$122,079.00	\$80,572.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$15,870.00	\$25,637.00
Purchased Water (610)	\$405,269.00	\$405,269.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Purchased Power (615)	\$17,649.00	\$17,649.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Fuel for Power Production (616)									
Chemicals (618)									
Materials and Supplies (620)	\$124,990.00	\$16,437.00	\$1,761.00	\$2,773.00	\$3,379.00	\$64,764.00	\$17,262.00	\$8,937.00	\$9,677.00
Contractual Services - Eng. (631)	\$22,255.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$22,255.00	\$0.00	\$0.00
Contractual Services - Acct. (632)	\$5,500.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$5,500.00
Contractual Services - Legal (633)	\$963.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$963.00
Contractual Services - Management Fees (634)									

25305 Meade County Water District 01/01/2007 - 12/31/2007

Water Utility Expense Accounts (Ref Page: 28)

	Current Year (c)	Supply and Exp-Op. (d)	Supply and Exp-Maint. (e)	Water Treatmnt Exp-Op. (f)	Water Treatmnt Exp-Maint. (g)	Trans and Dist Exp-Op (h)	Trans and Dist Exp- Maint. (i)	Customer Accts Exp. (j)	Admin and Gen Exp.
Contractual Serves - Water Testing (635)	\$5,387.00	\$0.00	\$0.00	\$0.00	\$0.00	\$5,387.00	\$0.00	\$0.00	\$0.00
Contractual Services - Other (636)	\$16,875.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$16,875.00	\$0.00	\$0.00
Rental of Bld./Real Property (641)									
Rental of Equipment (642)	\$735.00	\$735.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Transportation Expenses (650)	\$30,097.00	\$0.00	\$0.00	\$0.00	\$0.00	\$30,097.00	\$0.00	\$0.00	\$0.00
Insurance - Vehicle (656)									
Insurance - General Liability (657)									
Insurance - Worker's Compensation (658)									
Insurance - Other (659)	\$26,717.00	\$6,680.00	\$0.00	\$6,679.00	\$0.00	\$6,679.00	\$0.00	\$0.00	\$6,679.00
Advertising Expenses (660)	\$1,560.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,560.00
Regulatory Commission Exp.									
- Amortization of Rate Case (666)									
-Other (667)									

25305 Meade County Water District 01/01/2007 - 12/31/2007

Water Utility Expense Accounts (Ref Page: 28)

	Current Year (c)	Supply and Exp-Op. (d)	Supply and Exp-Maint. (e)	Water Treatmnt. Exp-Op. (f)	Water Treatmnt. Exp-Maint. (g)	Trans and Dist. Exp- Op. (h)	Trans and Dist. Exp- Maint. (i)	Customer Accts Exp. (j)	Admin and Gen Exp.
Water Resource Conservation Expense (668)									
Bad Debt (670)	\$9,948.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$9,948.00	\$0.00
Miscellaneous Expenses (675)	\$2,668.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,668.00
Total	\$1,217,607.00	\$787,685.00	\$1,761.00	\$9,452.00	\$3,379.00	\$106,927.00	\$56,392.00	\$82,529.00	\$169,482.00

25305 Meade County Water District 01/01/2007 - 12/31/2007

Pumping and Water Statistics - part one (Ref Page: 29)

	Water Purchased For Resale (Omit 000's) (b)	Water Pumped from Wells (Omit 000's) (c)	Total Water Pumped and Purchased (Omit 000's) (d)	Water Sold To Customers (Omit 000's) (e)
January	21,369	0	21,369	17,398
February	24,129	0	24,129	28,025
March	19,465	0	19,465	17,464
April	21,661	0	21,661	18,258
May	24,658	0	24,658	19,788
June	25,906	0	25,906	25,512
July	27,039	0	27,039	25,129
August	32,573	0	32,573	23,408
September	26,599	0	26,599	24,022
October	29,886	0	29,886	22,865
November	24,922	0	24,922	18,618
December	20,849	0	20,849	17,604
Total for the year	299,056	0	299,056	258,091

25305 Meade County Water District 01/01/2007 - 12/31/2007

Pumping and Water Statistics - part two (Ref Page: 29)

	Gallons	Date
Maximum Gallons pumped by all methods in any one day (Omit 000's)	1,050	06/14/2007
Minimum Gallons pumped by all methods in any one day (Omit 000's)	110	07/12/2007

25305 Meade County Water District 01/01/2007 - 12/31/2007

Pumping and Water Statistics - part three (Ref Page: 29)

	List
--	------

If water is purchased indicate the following:

Vendor Hardin County #1, City of Brandenburg

Point of Delivery N/A

If water is sold to other water utilities for redistribution,

list names of such utilities below:

Doe Valley, Inc.

25305 Meade County Water District 01/01/2007 - 12/31/2007

Sales For Resale (466) (Ref Page: 30)

Company	Gallons (Omit 000's)	Avg. Rate Per 1000 Gallons (Cents)	Amount
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Total

--

25305 Meade County Water District 01/01/2007 - 12/31/2007

Water Statistics (Ref Page: 30)

	Gallons (Omit 000's)	Percent
1. Water Produced, Purchased and Distributed		
2. Water Produced		
3. Water Purchased	299,056	
4. Total Produced and Purchased	299,056	
6. Water Sales:		
7. Residential	187,862	
8. Commercial	70,229	
9. Industrial		
10. Bulk Loading Stations		
11. Resale		
12. Other Sales		
13. Total Water Sales	258,091	
15. Other Water Used		
16. Utility/water treatment plant		
17. Wastewater plant		
18. System flushing	5,640	
19. Fire department	550	
20. Other	287	
21. Total Other Water Used	6,477	
23. Water Loss:		
24. Tank Overflows		
25. Line Breaks	1,750	
26. Line Leaks	2,285	
27. Other	30,453	
28. Total Line Loss	34,488	
Note: Line 13 + Line 21 + Line 28 must equal Line 4		
32. Water Loss Percentage		

25305 Meade County Water District 01/01/2007 - 12/31/2007

Water Statistics (Ref Page: 30)

	Gallons (Omit 000's)	Percent
--	----------------------	---------

33. Line 28 divided by Line 4

11.5323

25305 Meade County Water District 01/01/2007 - 12/31/2007

Plant Statistics (Ref Page: 31)

Give the following information	
Number of fire hydrants, by size	Not a fire protection system. 17 6" hydrants
Number of private fire hydrants, by size	None
If produced whether water supply is river, impounded streams, well, springs, artificial lake, or collector well	N/A
If produced whether supply is by gravity, pumping or a combination	Pumping
Type, capacity, and elevation of reservoirs at overflow and ground level	N/A
Miles of main by size and kind	13.1985 miles of 10", 84.552 miles of 8", 57.3222 miles of 6", 45.8474 miles of 4", 1.71 miles of 3"
Types of filters: gravity or pressure, number of units and total rated in capacity in gal. per min.	N/A
Type of disinfectant, number of units and capacity in pounds per 24 hours	1 series V-100 remote vacuum v-notch chlorinator
Station Equipment. List each pump, giving type and capacity, HP of driving unit and character of driving unit (steam/electric/int. combustion) also whether pump is high/ low duty	1) 2 centrifugal pumps, 210 gallons per minute, 20 HP, Drive unit - electrical, low duty 2) 2 H booster pumps, 5 HP, drive unit - electrical, low duty, 3) 1 centrifugal pump, 300 gallons per minute, 15 HP, drive unit - electrical, low duty, 4) 2 centrifugal pumps, 600 gallons per minute, 40 HP, drive unit - electrical, variable speed, 5) 2 centrifugal pumps, 200 gallons per minute, 15 HP, drive unit - electrical, low duty
Quantity of fuel used: coal in lbs., gas in cu.ft., oil in gals., and electric in KWH	109,752 kWh
Give description and total cost of any sizable additions or retirements to plant and service outside the normal system of growth for the period covered by this report	None
Capacity of clear well	N/A
Peak month, in gallons of water sold	February 2007
Peak day, in gallons of water sold	June 14, 2007 - 1,050,000 gallons

25305 Meade County Water District 01/01/2007 - 12/31/2007

Plant Statistics - Part B (Ref Page: 31)

Type

Choose one to indicate the type of Water Supply

Purchase

25305 Meade County Water District 01/01/2007 - 12/31/2007

Plant Statistics - Part C (Ref Page: 31)

Type

Choose one to indicate the type of Water Supply Method

Pumping

25305 Meade County Water District 01/01/2007 - 12/31/2007

CheckList (2002)

Item	Value 1	Value 2	Agree	Explain
NOTE: Any mention of page numbers or Line items refers to the annual report published and distributed for the 2002 report period.				
Identifications pages (ref 4-6) have been completed.				
Balance Sheet - Assets and Other Debts (ref. pg 7)				
Utility Plant (Accts 101-106) agrees with Sched: Net Utility Plants Accts 101-106 (ref pg 13) Line: Total Utility Plant	10968914.00	10968914.00	OK	
Accts 108-110 Acc. Depreciation and Amort. agrees with Sched: Analysis of Acc. Dep. and Amort. (ref pg 15) Line: Total 301-348 Col h	2598774.00	2598774.00	OK	
Accts 114-115 Utility Plant Acquisition Adjustments agrees with Sched: Utility Plant Acquisition Adjustments (ref pg 16) Line: Net Acquisition Adjustments (114-115)	0	0	OK	
Accts 123 Investment in Assoc. Companies agrees with Sched: Investments and Spec. Funds (ref pg 17) Line: Total Investment in Associated Companies	0	0	OK	
Accts 124-125 Utility Investments agrees with Sched: Investments and Spec. Funds (ref pg 17) Sum of Lines: 124 Total Utility Investments and 125 Total Other Investments	0	0	OK	
Accts 126 Sinking Funds agrees with Sched: Investments and Spec. Funds (ref pg 17) Line: 126 Total Sinking Funds	0	0	OK	
Accts 127 Other Special Funds agrees with Sched: Investments and Spec. Funds (ref pg 17) Line: Total 127 Other Special Funds	0	0	OK	
Accts 141-144 Accounts and Notes Receivable agrees with Sched: Accts and Notes Receivable (ref pg 18) Line: Net Balance 141-144	113176.00	113176.00	OK	
Accts 151-153 Material and Supplies agrees with Sched: Material and Supplies (ref pg 19) Line: Total 151-153	73668.00	73668.00	OK	

25305 Meade County Water District 01/01/2007 - 12/31/2007

CheckList (2002)

Item	Value 1	Value 2	Agree	Explain
Accts 162 Prepayments agrees with Sched: Prepayments (ref pg 19) Line: Total 162	11926.00	11926.00	OK	
Accts 181 Unamortized Debt Discount and Expense agrees with Sched: Unamortized Debt Discount and Exp. (ref pg 20) Line: Total 181	14495.00	14495.00	OK	
Accts 182 Extraordinary Prop. losses agrees with Sched: Extraordinary Property Losses (ref pg 21) Line: Total 182	0	0	OK	
Accts 186 Misc. Deferred Debits agrees with Sched: Misc. Deferred Debits (ref pg 20) Line: Total 186	0	0	OK	
Balance Sheet - Equity Capital and Liabilities (ref. pg 9)				
Accts 214 Appropriated Retained Earnings agrees with Sched: Statement of Retained Earnings (ref pg 12) Line: Total Appropriated Retained Earnings 214	0	0	OK	
Accts 215.1 Retained Earnings from Income before Contributions with Sched: Statement of Retained Earnings (ref pg 12) Line: Balance End of Year 215.1	6382580.00	6382580.00	OK	
Accts 215.2 Donated Capital with Sched: Statement of Retained Earnings (cont. 215.2) (ref pg 12) Line: Balance End of Year 215.2	1709311.00	1709311.00	OK	
Accts 221 Bonds agrees with Sched: Account 221 (ref pg 23) Line: Total Outstanding Bonds Col 4	1024000.00	1024000.00	OK	
Accts 221 Bonds agrees with Sched: Schedule of Bond Maturities (ref pg 23) Line: Total Remaining Bonds (Col 12)	1024000.00	1024000.00	OK	
Accts 224 Other Long Term Debt agrees with Sched: Long Term Debt (ref pg 22) Line: Total Acct 224 col f	1025611.00	1025611.00	OK	
Accts 232 Notes Payable agrees with Sched: Notes Payable (Accts 232 and 234) (ref pg 24) Line: Total Acct 232	0	0	OK	

25305 Meade County Water District 01/01/2007 - 12/31/2007

CheckList (2002)

Item	Value 1	Value 2	Agree	Explain
Accts 233 Accounts Payable to Associated Co. agrees with Sched: Accounts Payable to Assoc. Companies (Accts 233) (ref pg 24) Line: Total Acct 233	0	0	OK	
Accts 234 Notes Payable agrees with Sched: Notes Payable (Accts 232 and 234) (ref pg 24) Line: Total Acct 234	0	0	OK	
Accts 236 Taxes Accrued Balance First of Year agrees with Sched: Taxes Accrued (Accts 236) (ref pg 25) Line: Beginning Balance	6922.00	6922.00	OK	
Accts 236 Taxes Accrued agrees with Sched: Taxes Accrued (Accts 236) (ref pg 25) Line: Ending Balance	7422.00	7422.00	OK	
Accts 237 Accrued Interest Balance from Prev Year agrees with Sched: Accrued Interest (Accts 237) (ref pg 25) Line: Total 237 Balance Beginning of Year -Col b	1003.00	1003.00	OK	
Accts 237 Accrued Interest agrees with Sched: Accrued Interest (Accts 237) (ref pg 25) Line: Total 237 Balance End of Year -Col e	338.00	338.00	OK	
Accts 242 Misc. Current and Accrued Liabilities agrees with Sched: Misc current and Accrued Liabilities (Accts 242) (ref pg 26) Line: Total Miscellaneous and Current Accrued Liabilities	48193.00	48193.00	OK	
Accts 251 Unamortized Premium on Debt agrees with Sched: Unamorted Debt Discount and Expense and Premium on Debt (Accts 181 - 251) (ref pg 20) Line: Total 251	0	0	OK	
Accts 252 Advances for Construction agrees with Sched: Advances for Construction (Accts 252) (ref pg 21) Line: Total 252	0	0	OK	
Total Equity Capital and Liabilities agrees with Balance Sheet - Assets and Other Debits: Total Assets and Other Debits	10314496.00	10314496.00	OK	
Comparitive Operating Statement (ref pg 10)				

25305 Meade County Water District 01/01/2007 - 12/31/2007

CheckList (2002)

Item	Value 1	Value 2	Agree	Explain
Accts 400 Operating Revenues agrees with Sched: Water Operating Revenue (Accts 400) (ref pg 27) Line: Total Water Operating Revenues - Col e	1716404.00	1716404.00	OK	
Accts 401 Operating Expenses agrees with Sched: Water Utility Expense Accounts (ref pg 28) Line: Total Accts (601-675) - Col c	1217607.00	1217607.00	OK	
Accts 408.1 Taxes Other than Income agrees with Schedule Taxes Accrued (Acct 236) (ref pg 26) Sum of Accts 408.10 - 408.13	80692.00	80692.00	OK	
Sum of Accts 408.1 and 408.2 agrees with Sched: Taxes Accrued (Acct 236) (ref pg 25) Line: Total taxes Accrued	80692.00	80692.00	OK	
Accts 427 Interest Expense agrees with Sched: Accrued Interest (Acct 237) (ref pg 25) Line: Total Acct No 237 Col c - Interest Accrued	127332.00	127332.00	OK	
Net Income agrees with Sched: Retained Earnings (Acct 237) (ref pg 12) Line: Balance Transferred from Income (Acct 435)	550365.00	550365.00	OK	
Miscellaenous				
Schedule Net Utility Plant Accts 101 - 106 (ref pg 13) Utility Plant (101) agrees with Sched: Water Utility Plant Accounts (ref pg 14) Line: Total Water Plant Col f - Current Year	10968914.00	10968914.00	OK	
The analysis of water utility plant accounts Cols c though k has been completed (Ref pg 14)				
The analysis of accumulated depreciation and amortization by primary account has been completed. (Ref pg 14)				
Sched: Misc. Deffered Debits (Acct 186) Deferred Rate Case (Acct 186.1) agrees with Sched: Amort. of Rate Case (Acct 665 and 667) (ref pg 26) Line: Total Col c - Amt Transferred to 186.1	0	0	OK	
Schedule of Long Term Debt has been completed (ref pg 22)				

25305 Meade County Water District 01/01/2007 - 12/31/2007

CheckList (2002)

Item	Value 1	Value 2	Agree	Explain
Schedule of Bond Maturities has been completed (ref pg 23)				
Taxes collected (example: school tax, sales tax, franchise tax) have been excluded from Operating Revenue (Ref pg 29)				
The analysis of water opertating revenue Cols c,d and e have been completed. (Ref pg 28)				
The analysis of water utility expense accounts Cols c through k have been completed. (Ref pg 28)				
Schedule of Pumping and Purchased Water Statistics has been completed (Ref pg 29)				
Sched Pumping and Water Statistics - part one (ref pg 29) Line Total for the year - Col Total (d) agrees with Sched Water Statistics (ref pg 30) Line 4. Total Produced and Purchased Col Gallons	299056	299056	OK	
Sched Pumping and Water Statistics - part one (ref pg 29) Line Total for the year - Col Water Sold(e) agrees with Sched Water Statistics (ref pg 30) Line Total Water Sales Col Gallons	258091	258091	OK	
Sched Sales for Resale (ref pg 30) 466 Total Gal agrees with Sched Water Statistics (ref pg 30) Total Water Sales	0	0	OK	
Oath Page Has been Completed				

OATH

Commonwealth of _____)
County of _____) ss:

_____ makes oath and says
(Name of Officer)

that he/she is _____ of
(Official title of officer)

(Exact legal title or name of respondent)

that it is her/her duty to have supervision over the books of account of the respondent and to control the manner in which such books are kept; that he/she knows that such books have, during the period covered by the foregoing report, been kept in good faith in accordance with the accounting and other orders of the Public Service Commission of Kentucky, effective during the said period; that he/she has carefully examined the said report and to have the best of his/her knowledge and belief the entries contained in the said report have, so far as they relate to matters of account, been accurately taken from the said books of account and are in exact accordance therewith; that he/she believes that all other statements of fact contained in the said report are true; and that the said report is a correct and complete statement of the business and affairs of the above-named respondent during the period of time from and including

_____, 20_____, to and including _____, 20_____

(Signature of Officer)

subscribed and sworn to before me, a _____, in and for
the State and County named in the above this _____ day of _____, 20_____

(Apply Seal Here)

My Commission expires _____

(Signature of officer authorized to administer oath)

[Persons making willful false statements in this report may be punished by fine or imprisonment under KRS 523.040 and 523.100.]

ATTACHMENT 2

GENERAL WARRANTY DEED for TANK SITE

DEED

THIS DEED, made and entered into this the 16th day of June, 2008, by and between GEORGIA HAGER, unmarried, of 7000 Flaherty Rd E. Kroon and GREGORY HAGER and PATRICIA MARIE HAGER, husband and wife, of 850 Flaherty Rd E. Kroon, and JOHN JEFFREY HAGER, unmarried, of 850 Flaherty Rd E. Kroon 17, herein referred to as First Parties; and MEADE COUNTY WATER DISTRICT, of P.O. Box 367, Brandenburg, KY 40108 herein referred to as Second Party;

WITNESSES BEING

THEY have had in consideration of the sum of FORTY THOUSAND and 00/100 Dollars (\$40,000.00), the receipt of which is hereby acknowledged, First Parties have bargained and sold and do hereby WARRANT and CONVEY unto Second Party, in fee simple, the subdivisions and lots set forth hereafter, the following described property located in Meade County, Kentucky, to-wit:

Being a 0.516 acre tract located west of KY Highway 104 near the community of Flaherty, Meade County, Kentucky; more particularly described as follows:

Beginning at a found 5/8" rebar with cap stamped LS 2373 corner to W.S. Medley (DB 522 PG 512), W.S. Medley (DB 410 PG 428, DB 235, PG 134) and W.R. Medley (DB 233 PG 017, DB 097 PG 500); thence N 33 deg. 44 min. 12 sec. W., 652.25' to a set 5/8" rebar being the true point of beginning; thence with new lines in D. Hager S 70 deg. 22 min. 07 sec. W., 150.00' to a set 5/8" rebar; thence N 19 deg. 37 min. 53 sec. W., 150.00' to a set 5/8" rebar; thence N 70 deg. 22 min. 07 sec. E., 150.00' to a set 5/8" rebar; thence S 19 deg. 37 min. 53 sec. E., passing a point at the end of the centerline of a 60' right-of-way easement at 40.00', a total distance of 150.00' to the point of beginning and containing 0.516 acres (more or less) according to a physical survey by Timothy S. Smith, PLS #2373 during October 2007, per Job No. 07-253.

It is stated that a "5/8" rebar is a set of steel reinforcing rod, twenty-four inches (24") in length, with a yellow plastic cap stamped "T.W. Smith, LS 2373." The basis of bearings stated herein are based on W.S. Medley (DB 522 PG 512) property from a previous survey.

Also, transferred herewith is the right of ingress and egress over a 60' right-of-way easement lying 15' on both sides of the following described centerline:

Beginning at a found 5/8" rebar with cap stamped LS 2373 corner to W.S. Medley (DB 522 PG 512), W.S. Medley (DB 410 PG 428, DB 235 PG 134) and W.R. Medley (DB 233 PG 017, DB 097 PG 500); thence N 33 deg. 44 min. 12 sec. W.,

4100
3000
58W

MEADE COUNTY WATER DISTRICT

Joe Bartley
By: Joe Bartley
Its: General Manager

Georgia Hager
GEORGIA HAGER

John Jeffrey Hager
JOHN JEFFREY HAGER

STATE OF KENTUCKY:
COUNTY OF Meade :

The foregoing instrument was executed, acknowledged, subscribed and sworn to before me this 16th day of June, 2008, by MEADE COUNTY WATER DISTRICT, by Joe Bartley, General Manager.

My commission expires: 6-9-10

[Signature]

NOTARY PUBLIC

STATE OF KENTUCKY:
COUNTY OF HARDIN:

The foregoing instrument was executed, acknowledged, subscribed and sworn to before me this 16th day of June, 2008, by GEORGIA HAGER.

My commission expires: June 30th 2010

Timothy P. Osler
NOTARY PUBLIC

STATE OF KENTUCKY:
COUNTY OF HARDIN:

The foregoing instrument was executed, acknowledged, subscribed and sworn to before me this 16th day of June, 2008, by GREGORY HAGER and PATRICIA MARIE HAGER

My commission expires: _____

STATE OF KENTUCKY:
COUNTY OF HARDIN:

The foregoing instrument was executed, acknowledged, subscribed and sworn to before me this 16th day of June, 2008, by JOHN JEFFREY HAGER

My commission expires: June 30th 2010

Timothy P. Osler
NOTARY PUBLIC

PREPARED BY:

[Signature]
Donald E. Skeeters, Esq., R. Terry Bennett, Esq.,
David T. Wilson, II, Esq., Michael A. Pike, Esq.
Attorneys at Law
550 West Lincoln Trail Blvd.
P.O. Box 610
Radcliff, Kentucky 40160

CASE NO. 06-P-064

BOOK 541 PAGE 072

ESTATE OF GEORGE A. HAGER 0631837

MEADE DISTRICT COURT

FILED

PROBATE DIVISION
2006 NOV 30 P 2:46

MEADE CIR/DIST. COURT

DISCLAIMER OF REAL ESTATE PARCELS (TESTAMENTARY) MEADE COUNTY, KY. CLERK

Comes the undersigned Affiant and states as follows:

1. The Affiant, Georgia Hager, a/k/a Georgia L. Hager, is the surviving wife of the Decedent, George A. Hager, a/k/a George Hager, a/k/a George Alex Hager who died on March 4, 2006 (hereinafter "Decedent"). Georgia Hager is hereinafter referred to as the "Disclaimant".

2. The Disclaimant is the beneficiary of certain real property owned by the above Decedent, George A. Hager, as of the date of his death on March 4, 2006. Such real property consists of eight (8) parcels of real estate located in Meade County, Kentucky, as more particularly described below (hereinafter collectively the "Disclaimed Parcels").

3. The Disclaimant's rights and interests in the Disclaimed Parcels being irrevocably disclaimed herein include (i) all right, title, and interest which the Disclaimant has to the Disclaimed Parcels pursuant to the Decedent's Last Will and Testament dated October 4, 1993 which was probated in the above case, and/or (ii) all right, title, and interest which the Disclaimant has to the Disclaimed Parcels as an heir-at-law of the Decedent in the event the Decedent was considered to have died intestate, and/or (iii) all right, title, and interest which the Disclaimant has to the Disclaimed Parcels pursuant to any dower or other statutory right.

4. The Disclaimant hereby irrevocably disclaims, renounces, and refuses to accept all of her present and future right, title and interest in and to the following described Disclaimed Parcels; and any partnership interest related to the Disclaimed Parcels, to wit:

TRACT 1

Parcel 1. Beginning at a stake in Right of way of Kentucky State Highway 144, and corner to American Oil Co. thence with said Oil Co. line N. 85 E. 40 E. 229 feet to a stake in Right of way of U.S. Highway No. 60, thence with said Highway Right of way East 77 feet to a stake corner to J.C. Lemasters, thence North 10 feet to a stake corner to J.C. Lemasters, thence with said J.C. Lemasters line and B. C. Redmon's line S. 42 E. 870 feet to a post corner to Redmon, thence with Redman's line and Archbishop Thomas J. McDonough's line S. 46 W. 2385 feet to a stake in Right of way of Ky. State Highway No. 144 thence with said Highway Right of way N. 26 W. 2035 feet to the beginning and containing 72.1 acres.

Parcel 2. Beginning at a stake in Right of way of Ky. State Highway No. 144, and corner to George A. Hager's 2 acres tract, thence with said Hager's line and David Hobbs' line S. 46 W. 823 feet to a stake corner to Hobbs in J.W. Padgett line, thence with said Padgett's line N. 41-30 W. 1525 feet to a post, corner to Fenley, thence with said Fenley's line N 47-45 E. 1245 feet to a stake in Right of way of Ky. State Highway No. 144, thence with said Highway S. 26 E. 1600 feet to the beginning and containing 36.7 acres.

BEING the same property conveyed to Grantors by Deed dated April 25, 1968 and recorded in Deed Book 110, Page 197 in the Office of the Meade County Clerk.

TRACT 2

BEGINNING at a post in the Northeast right-of-way of Kentucky Highway 144 at the intersection of Kentucky Highway 333 and corner to George Hager; thence with said Hager's line N. 47 degrees 30 minutes E. 1455 feet to a post

730

corner to Hager; thence with another of Hager's lines, Gilpin and Richard D. Kueber line S. 75 degrees 45 minutes E. 2870 feet to a stake corner to Boak's line; thence with said Boak's line S. 43 degrees W. 1522 feet to a post corner to Boak's; thence S. 33 degrees 30 minutes E. 136 feet to a stone corner to George Hager; thence with said Hager's line S. 59 degrees 30 minutes W. 1105 feet to a stake; thence N. 57 degrees 50 minutes E. 160 feet to a stake; thence S. 57 degrees 30 minutes W. 495 feet to a post in an old road; thence S. 49 degrees 30 minutes E. 147 feet to a large oak on the Northwest side of a private road; thence with the Northwest side of the private road S. 50 degrees W. 281 feet to a stake corner to Antoinette Burch; thence with said Burch's line N. 58 degrees 30 minutes W. 295 feet to a stake; thence S. 50 degrees W. 215 feet to a stake in the Northeast right-of-way of Kentucky Highway 24; thence with the curvature of said highway in a Northwest direction 85 feet to a stake; thence with said Highway right-of-way N. 25 degrees W. 12 feet to the beginning and containing 148.2 acres.

EXCEPTED THEREFROM AND NOT BEING DISCLAIMED by the Disclaimant herein is a portion of the above property consisting of 2.740 acres now known as Lot 3 of Hager Subdivision which is recorded at Plat Cabinet _____, Slide _____ with the Meade County Clerk

BEING the same property conveyed to Grantors by Deed dated May 4, 1972 and recorded in Deed Book 119, Page 143 in the Office of the Meade County Clerk.

TRACT 3

Beginning at a post oak on the South side of the Elizabethtown road corner to W.B. Lancaster (now Rhodes) thence S. 49 W. 97-3/5 poles to a stone, thence S. 31 E. 10-3/5 poles to a stone, thence S. 33 W. 33 poles to a stone, thence S. 41 E 144 poles to a stone corner to Charles Jones and J.E. Medley, thence with Medley N. 67 E 100 poles to the center of the Elizabethtown and Brandenburg road, thence with said road N. 22 W. 30 poles, thence N. 17 1/2 W. 74 1/2 poles to a stone corner to J.E. Medley, thence with his line N. 68 E. 80 poles to a stone, thence N. 22 W. 98 poles to several small white oaks, thence S. 55 W. 21 poles to a hickory, thence N. 35 W. 15 poles to a walnut, thence S. 58 W. 65 1/4 poles to a hickory and red oak, thence N. 56 W. 11 1/2 poles to a stone and sassafras, thence S. 56 W. 30 poles to a stone in Lancaster (now Rhodes) line, thence S. 56 E. 11 1/2 poles to the beginning and containing 200 acres of land more or less. There is excepted out of said boundary and not sold hereby a certain tract of land containing 7-3/4 acres of land heretofore sold by Mary Cappie Jones to Raymond Jones and wife deed to which is recorded in the

office of the Clerk of the Meade County Court in deed book No. 61 page 359.

BEING the same property conveyed to Grantors by Deed dated February 4, 1950 and recorded in Deed Book 80, Page 407 in the Office of the Meade County Clerk.

TRACT 4

BEGINNING at right of way of U.S. Highway No. 60 and corner to B.C. Redmon and Eugene Burnett; thence with the Burnett line Southwardly for a distance of 127 yards to point and stake; thence in a Northeasterly direction for a distance of 72 yards to another point and stake; thence Northwardly 92 yards to another point and stake and intersection with the right of way of U.S. Highway No. 60; thence Westwardly along said highway for a distance of 96 yards and to the point of beginning and containing 1.9 acres of land more or less.

BEING the same property conveyed to Grantors by Deed dated January 7, 1991 and recorded in Deed Book 292, Page 134 in the Office of the Meade County Clerk.

TRACT 5

Being Tract #12 as shown on plat of Redmon Farm Division recorded in Plat Book 2, page 4, in the office of the County Court of Meade County, Kentucky.

And being more particularly described as follows:

BEGINNING at a post in the South East Right of Way of US 60 Highway and corner to _____, thence with said US Highway Right of Way N. 70 degrees E. 512 feet to a stake corner to John Palmer, thence with same Palmer's line S. 44 degrees 30' E. 1275 feet to a stake in Ruth D. Gilpin line, thence with said Gilpin's line S 32 degrees 30' W. 1070 feet to a stake in Rev. Thomas J. McDonough line, thence with said McDonough line N. 75 degrees W. 1190 feet to a stake in George Hager line thence with said Hager's line N. 49 degrees 30' E. 920 feet, thence N. 41 degrees W. 495 feet to a stake corner to _____, thence with said line N. 44 degrees E. 216 feet, thence N. 39 degrees W. 276 feet to the beginning and containing 36.7 acres of land more or less.

BEING the same property conveyed to Grantors by Deed dated July 30, 1970 and recorded in Deed Book 121, Page 285 in the Office of the Meade County Clerk.

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TRACT 6

Beginning at a stake in right of way of Ky. Highway No. 144 and corner to Geo. Hager; thence with said Hager's line S. 50 degrees W. 210 feet to a stake corner to Hager; thence with Hager's line S. 25 degrees E. 210 feet to a stake in right of way of Ky. Highway 333; thence with said highway right of way S. 46 degrees W. 86 feet to a stake corner to Mrs. Eugene Burnett; thence with said Burnett's line N. 41 degrees 30' W. 180 feet to a stake; thence N. 46 degrees E. 373 feet to a stake in right of way of Ky. 144 Highway; thence with said highway right of way S. 26 degrees E. 86 feet to the beginning and containing 1.22 acres.

BEING the same property conveyed to Grantors by Deed dated April 29, 1968 and recorded in Deed Book 110, Page 194 in the Office of the Meade County Clerk.

TRACT 7

Beginning at a point where Kentucky Highway No. 333, known as the Big Springs Road intersects Kentucky Highway 144, being the Southwest corner of this intersection; thence running South 50 degrees W. 210 feet along Kentucky Highway 333 to a stake; thence N. 25 degrees W. 210 feet to a stake; thence N. 50 degrees E. 210 feet to Kentucky Highway 144; thence S. 25 degrees E. 210 feet along Kentucky Highway 144 and to the point of beginning and containing one (1) acre of ground, more or less.

BEING the same property conveyed to Grantors by Deed dated April 29, 1968 and recorded in Deed Book 110, Page 196 in the Office of the Meade County Clerk:

5. This Disclaimer is made within nine (9) months from the date of death of the Decedent on March 4, 2006. The Disclaimant has not accepted any of the Disclaimed Parcels or any benefits thereof.

6. This Disclaimer is intended to be a qualified disclaimer under Section 2518 of the Internal Revenue Code, and is made pursuant to Kentucky Revised Statute 394.610.

7. This Disclaimer is being executed with the original being filed with the above Probate Court, and a copy being hand-delivered to the Executrix of the Decedent's Estate who signs below to acknowledge such delivery, and a copy being recorded with the Meade County Clerk.

Signed this 29th day of November, 2006.

Georgia Hager
Georgia Hager, Disclaimant

Georgia Hager
Georgia Hager, Executrix of the Estate of
George A. Hager

COMMONWEALTH OF KENTUCKY)
)
COUNTY OF JEFFERSON)

Subscribed, acknowledged and sworn to before me, Notary Public, by Georgia Hager in her individual capacity and as the Executrix of the Estate of George A. Hager, on this the 29th day of November, 2006.

My Commission expires: Sept. 15, 2010

Kaveri D Notary Public
REC'D ST. CLK 8
TAX
FILED AND RECORDED

THIS INSTRUMENT PREPARED BY:

PERKINS & CARRICO, P.S.C.

Kaveri D

David B. Perkins, P.S.C.
2323 Lirne Kiln Lane
Louisville, KY 40222
(502) 326-5131

p227/hager disclaimer.test

2006 NOV 30 PM 3:11

KATRINA FITZGERALD
HEAD CLERK

I HEREBY CERTIFY THIS TO BE
A TRUE AND CORRECT COPY
WITNESS MY HAND AND SEAL
THIS 11-30 2006
EVELYN D MEDLEY, MEADE CIRCUIT CLERK
BY E. O'Dea D.C.

