



KENTUCKY INFRASTRUCTURE AUTHORITY

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Frankfort, Kentucky 40601
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Steven L. Beshear
Governor

John E. Covington III
Executive Director

May 2, 2014

Mr. C. Ronald Lovan, P.E., President/CEO
Northern Kentucky Water District
2835 Crescent Springs Road
Erlanger, KY 41018

**KENTUCKY INFRASTRUCTURE AUTHORITY
FEDERALLY ASSISTED DRINKING WATER REVOLVING LOAN FUND
CONDITIONAL COMMITMENT LETTER (F13-012)
EXTENSION**

Dear Mr. Lovan:

The Kentucky Infrastructure Authority ("the Authority") has approved an extension of the Drinking Water State Revolving Fund (DWSRF) loan F13-012 for the Kenton and Campbell County Water Main projects. The Authority has extended the deadline for the Northern Kentucky Water District to meet the conditions set forth in the conditional commitment letter for six (6) months. The original expiration date was May 6, 2014. The new expiration date will be November 6, 2014. If the project does not meet the conditions by the new expiration date, no additional extensions will be considered and the commitment will be rescinded.

Please inform the Authority of any changes in your financing plan as soon as possible. We wish you every success for this project which will benefit both your community and the Commonwealth as a whole.

Sincerely,

A handwritten signature in black ink, appearing to read "John E. Covington, III".

John E. Covington, III
Executive Director

cc: Richard Harrison, P.E., V.P. of Engineering, Northern Kentucky Water District
Jack Bragg, V.P. of Finance, Northern Kentucky Water District
Division of Water
Dirk Bedarff, Peck, Shaffer & Williams, a division of Dinsmore & Shohl, LLP
State Local Debt Office, DLG
Borrower File - Northern Kentucky Water District - F13-012

Northern Kentucky Water District

May 2, 2014

Mr. John Covington
Executive Director
Kentucky Infrastructure Authority
1024 Capital Center Drive, Suite 340
Frankfort, KY 40601

Re: DWSRF Loan – Kenton and Campbell County Water Main Project, WX21037003

Dear Mr. Covington:

The Northern Kentucky Water District is requesting a 6-month extension to meet the conditions set forth in the Conditional Commitment Letter for the “Kenton and Campbell County Water Main Project – WX21037003”. Contracts 1, 2, and 3 for the project received Kentucky Division of Water (DOW) Authority to Award. We just received approval from the Kentucky Public Service Commission (PSC) for Contract 1 on May 1st, and we have submitted and are waiting on approval from the PSC on Contract 3. The District plans to issue a Notice of Award for Contract 1 today, but the effective date of the contract will not begin for another 2 to 3 weeks. The pre-construction meeting for Contract 1 is anticipated to be scheduled by the end of this month. The District’s Notice of Award to the contractor for Contract 3 will be issued immediately upon PSC approval. Contract 2 will go out for bid later this year. This project will then require PSC approval and DOW authority to award as well.

Should you have any questions or need additional information, please feel free to contact this office at (859) 578-9898. We appreciate your consideration in supporting this project.

Sincerely,



Jack Bragg
Vice President, Finance and Support Services

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