

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION OF KENTUCKY

IN THE MATTER OF:

**ELECTRONIC APPLICATION OF CUMBERLAND)
COUNTY WATER DISTRICT TO ISSUE)
SECURITIES IN THE APPROXIMATE PRINCIPAL)
AMOUNT OF \$1,570,000 FOR THE PURPOSE)
OF REFUNDING CERTAIN OUTSTANDING) CASE NO. 2020 - 00188
OBLIGATIONS OF THE DISTRICT PURSUANT)
TO THE PROVISIONS OF KRS 278.300 AND)
807 KAR 5:001)**

**** *** **** ***** **** *** ****

APPLICATION

The Applicant, Cumberland County Water District (the "District"), files this Application pursuant to KRS 278.300, 807 KAR 5:001, and all other applicable laws and regulations, and requests that the Kentucky Public Service Commission (the "Commission") enter an Order authorizing the District to issue certain securities in the approximate principal amount of \$1,570,000 (subject to adjustment of up to 10%), for the purpose of refunding certain outstanding revenue bonds of the District. In support of this Application, and in compliance with the rules and regulations of the Commission, the District states as follows:

1. The District was established in accordance with the provisions of Chapter 74 of the Kentucky Revised Statutes pursuant to an Order of the County Judge/Executive of Cumberland County, which Order is on file in the County Court Order Books in the office of the Clerk of Cumberland County, Kentucky. The District is now, and has been since its inception, regulated by

the Commission, and all records and proceedings of the Commission with reference to the District are incorporated in this Application by reference. The District does not have any Articles of Incorporation due to the fact that it is a statutory entity.

2. The governing body of the District is its Board of Commissioners which is a public body corporate, with power to make contracts in furtherance of its lawful and proper purpose as provided for in KRS 74.070 and all applicable law and regulations.

3. The mailing address and email address of the District is as follows:

Cumberland County Water District
c/o Mr. Matthew Dyer, General Manager
133 Lower River Street
Burkesville, Kentucky 42717
Telephone: (270) 864-3133
Fax: (270) 864-3865
email: ccwateroffice@yahoo.com

4. A general description of the District's water system property, together with a statement of the original cost, is contained in the District's Annual Report for 2019 which is on file with the Commission. The Annual Report is incorporated herein by reference.

5. The District proposes to borrow funds from the Kentucky Rural Water Finance Corporation ("KRWFC") pursuant to an Assistance Agreement (the "KRWFC Loan"), in the estimated principal amount of \$1,570,000 (subject to adjustment of up to 10%) for the purpose of refunding certain outstanding revenue bonds of the District designated as (i) Cumberland County Water District Water Revenue Bonds, Series 1995A (RD Loan #02), dated November 29, 1995, in the original principal amount of \$339,000, bearing interest at the rate of 5.00% per annum (the "1995A Bonds") currently held by the United States Department of Agriculture, acting through Rural Development ("RD"); (ii) Cumberland County Water District Water Revenue Bonds, Series

1995B (RD Loan #04), dated November 29, 1995, in the original principal amount of \$73,500, bearing interest at the rate of 5.00% per annum (the "1995B Bonds") currently held by RD; (iii) Cumberland County Water District Water Revenue Bonds, Series 1995C (RD Loan #08), dated November 29, 1995, in the original principal amount of \$315,000, bearing interest at the rate of 5.00% per annum (the "1995C Bonds") currently held by RD; (iv) Cumberland County Water District Water Revenue Bonds, Series 1995D (RD Loan #10), dated November 29, 1995, in the original principal amount of \$115,000, bearing interest at the rate of 5.00% per annum (the "1995D Bonds") currently held by RD; (v) Cumberland County Water District Water Revenue Bonds, Series 1995E (RD Loan #12), dated November 29, 1995, in the original principal amount of \$87,300, bearing interest at the rate of 5.00% per annum (the "1995E Bonds") currently held by RD; (vi) Cumberland County Water District Water Revenue Bonds, Series 1995F (RD Loan #14), dated November 29, 1995, in the original principal amount of \$151,000, bearing interest at the rate of 4.50% per annum (the "1995F Bonds") currently held by RD; (vii) Cumberland County Water District Water Revenue Bonds, Series 1995G (RD Loan #16), dated November 29, 1995, in the original principal amount of \$133,000, bearing interest at the rate of 4.50% per annum (the "1995G Bonds") currently held by RD; (viii) Cumberland County Water District Water Revenue Bonds, Series of 1996 (RD Loan #17), dated September 24, 1996, in the original principal amount of \$254,000, bearing interest at the rate of 4.50% per annum (the "1996 Bonds") currently held by RD; (ix) Cumberland County Water District Water Revenue Bonds, Series of 2001 (RD Loan #19), dated October 23, 2001, in the original principal amount of \$400,000, bearing interest at the rate of 4.50% per annum (the "2001 Bonds") currently held by RD; (x) Cumberland County Water District Water Revenue Bonds, Series of 2005 (RD Loan #24), dated October 26, 2005, in the original principal

amount of \$456,000, bearing interest at the rate of 4.25% per annum (the "2005 Bonds") currently held by RD; and (xi) Cumberland County Water District Water Revenue Bonds, Series of 2009 (RD Loan #26), dated October 15, 2009, in the original principal amount of \$415,000, bearing interest at the rate of 4.25% per annum (the "2009 Bonds") currently held by RD (hereinafter, the 1995A Bonds, the 1995B Bonds, the 1995C Bonds, the 1995D Bonds, the 1995E Bonds, the 1995F Bonds, the 1995G Bonds, the 1996 Bonds, the 2001 Bonds, the 2005 Bonds and the 2009 Bonds shall be collectively referred to as the "Prior Bonds"); and (b) paying the costs of issuance of the KRWFC Loan.

6. The estimated debt service for the KRWFC Loan is shown in **Exhibit "A"**, which is attached hereto and incorporated herein by reference. The debt service schedule and estimated interest rates are subject to change because of market conditions. The final terms of the KRWFC Loan vary from the present assumptions based upon market conditions and other judgment factors.

7. The KRWFC Loan will provide the District with the funds necessary to (i) refund the Prior Bonds; and (ii) pay the costs of issuance of the KRWFC Loan.

8. The Sources and Uses of Funds to be obtained from the issuance of the KRWFC Loan are detailed as **Exhibit "B"**, which is attached hereto and incorporated herein by reference.

9. It is anticipated that the proposed refunding of the Prior Bonds will result in a net present value cash flow savings of approximately \$238,553.53. These savings are shown on the Debt Service Comparison which is attached hereto and incorporated herein by reference as **Exhibit "C"**.

10. The final principal amount of the KRWFC Loan will be adjusted based upon final interest rates which will be known on or about the date of sale of the proposed KRWFC Loan. Final

financial figures will be submitted to the Commission in a timely manner. The Applicant will not issue the securities if interest rates in the bond market shift to a point where the Applicant will not achieve any debt service savings.

11. The Debt Service Schedules of the outstanding Prior Bonds are set forth in **Exhibit "D"**.

12. The District represents that the KRWFC Loan is in the public interest and is intended to accomplish the purpose of strengthening the financial condition of the District by producing substantial debt service savings. This is a lawful object within the corporate purposes of the District's utility operations. The KRWFC Loan is necessary, appropriate for, and consistent with the proper performance by the District of its service to the public and will not impair its ability to perform that service.

13. The District represents that it will, as soon as reasonably possible after the closing of the KRWFC Loan, file with the Commission a statement setting forth the date of issuance of the KRWFC Loan, the price paid, the fees and expenses incurred in the issuance of the KRWFC Loan, and the terms and interest rates of the KRWFC Loan.

14. The detailed Statements of Revenues, Expenses and Changes in Fund Net Position, Statements of Net Position, and Statements of Cash Flows for the twelve month periods ending on December 31, 2018 and 2019 are attached hereto and incorporated herein by reference as **Exhibit "E"** respectively.

15. Pursuant to 807 KAR 5:001, Section 12 - Financial Exhibit; the District hereby responds as follows:

- (i) Section 12(1)(b): The District states that it had less than \$5,000,000 in gross annual revenue in the immediate past calendar year and that no material changes to the District's financial condition have occurred since the end of the twelve (12) month period contained in the District's most recent annual report on file with the Commission.
 - (ii) Section 12(2)(a), (b) and (c) Stock: The District does not have any authorized, issued or outstanding stock as of the date hereof.
 - (iii) Section 12(2)(d) Mortgages: The District does not have any outstanding mortgages as of the date hereof.
 - (iv) Section 12(2)(e), (f) and (g) Indebtedness: The information concerning the outstanding indebtedness of the District is contained in the 2019 Annual Report on file with this Commission.
 - (v) Section 12(2)(h) Dividends: The District has no outstanding stock and therefore pays no dividends.
 - (vi) Section 12(2)(i) Financial Statements: See paragraph #14 above.
16. Pursuant to 807 KAR 5:001, Section 18, the District hereby responds as follows:
- (i) Section 18(1)(a): The District has complied with the requirements of 807 KAR 5:001, Section 14.
 - (ii) Section 18(1)(b): A general description of the District's property, its field of operation and a statement of original cost of said property and the cost to the District is contained in the District's 2019 Annual Report on file with this Commission.

- (iii) Section 18(1)(c): The District is not issuing any stock as part of this financing. The information concerning the proposed KRWFC Loan is contained in this Application. The KRWFC Loan will be secured by and payable from the gross revenues of the District's water system.
- (iv) Section 18(1)(d): The proceeds of the KRWFC Loan are being used to refund the outstanding Prior Bonds and pay the costs of issuance thereof.
- (v) Section 18(1)(e): No property is being acquired with the proceeds of the KRWFC Loan.
- (vi) Section 18(1)(f): The details of the refunding are contained in this Application and the Exhibits hereto.
- (vii) Section 18(1)(g): Written notification of the proposed issuance of the KRWFC Loan is being provided to the State Local Debt Officer (see **Exhibit "F"** attached hereto).
- (viii) Section 18(2)(a): See paragraph #15 above.
- (ix) Section 18(2)(b): The District does not have any outstanding trust deeds or mortgages.
- (x) Section 18(2)(c): No property is being acquired with the proceeds of the KRWFC Loan.


17. No rate adjustment will be necessary.

WHEREFORE, the District respectfully requests that the Commission take the following actions:


1. Authorize the issuance of the securities requested in the Application;
2. Due to the volatility of the present bond market and in order to achieve substantial interest cost savings to the District by taking full advantage of current low interest rates, the District requests that the Commission issued its Order as soon as possible; and
3. Process this Application without a formal hearing in order to save time and expense.

The District will promptly respond to any information requests by the Commission's staff.

Cumberland County Water District

By 
Troy Norris, Chairman
Cumberland County Water District
133 Lower River Street
Burkesville, Kentucky 42717
Phone: (270) 864-3133
Fax: (270) 864-3865
Email: ccwateroffice@yahoo.com

Rubin & Hays

By 
W. Randall Jones
Kentucky Home Trust Building
450 South Third Street
Louisville, Kentucky 40202
Phone: (502) 569-7534
Email: wrjones@rubinhays.com
Counsel for Applicant

STATE OF KENTUCKY)
) SS
COUNTY OF CUMBERLAND)

The affiant, Troy Norris, being first duly sworn, states: That he is the Chairman of the Cumberland County Water District, the Applicant in this case; that he has read the foregoing Application and has noted the contents thereof; that the same are true of his own knowledge and belief, except as to matters which are herein stated to be based on information or belief, and that these matters, he believes to be true and correct.


IN TESTIMONY WHEREOF, witness the signature of the undersigned on the 25th day of June, 2020.



Troy Norris, Chairman

SUBSCRIBED, SWORN TO AND ACKNOWLEDGED before me by Troy Norris, Chairman of the Cumberland County Water District, on this the 25th day of June, 2020.

My Commission expires: July 27, 2020.



NOTARY PUBLIC
561762

Notary Public ID Number

EXHIBIT A

Debt Service Schedule

Preliminary

\$1,570,000

Cumberland County Water District
Potential Loan through the
Kentucky Rural Water Finance Corporation

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I	Fiscal Total
07/02/2020	-	-	-	-	-
02/01/2021	-	-	36,830.44	36,830.44	-
08/01/2021	-	-	31,720.00	31,720.00	-
12/31/2021	-	-	-	-	68,550.44
02/01/2022	85,000.00	5.200%	31,720.00	116,720.00	-
08/01/2022	-	-	29,510.00	29,510.00	-
12/31/2022	-	-	-	-	146,230.00
02/01/2023	90,000.00	5.200%	29,510.00	119,510.00	-
08/01/2023	-	-	27,170.00	27,170.00	-
12/31/2023	-	-	-	-	146,680.00
02/01/2024	100,000.00	5.200%	27,170.00	127,170.00	-
08/01/2024	-	-	24,570.00	24,570.00	-
12/31/2024	-	-	-	-	151,740.00
02/01/2025	100,000.00	5.200%	24,570.00	124,570.00	-
08/01/2025	-	-	21,970.00	21,970.00	-
12/31/2025	-	-	-	-	146,540.00
02/01/2026	85,000.00	5.200%	21,970.00	106,970.00	-
08/01/2026	-	-	19,760.00	19,760.00	-
12/31/2026	-	-	-	-	126,730.00
02/01/2027	70,000.00	5.200%	19,760.00	89,760.00	-
08/01/2027	-	-	17,940.00	17,940.00	-
12/31/2027	-	-	-	-	107,700.00
02/01/2028	65,000.00	5.200%	17,940.00	82,940.00	-
08/01/2028	-	-	16,250.00	16,250.00	-
12/31/2028	-	-	-	-	99,190.00
02/01/2029	65,000.00	4.200%	16,250.00	81,250.00	-
08/01/2029	-	-	14,885.00	14,885.00	-
12/31/2029	-	-	-	-	96,135.00
02/01/2030	65,000.00	4.200%	14,885.00	79,885.00	-
08/01/2030	-	-	13,520.00	13,520.00	-
12/31/2030	-	-	-	-	93,405.00
02/01/2031	65,000.00	3.200%	13,520.00	78,520.00	-
08/01/2031	-	-	12,480.00	12,480.00	-
12/31/2031	-	-	-	-	91,000.00
02/01/2032	65,000.00	3.200%	12,480.00	77,480.00	-
08/01/2032	-	-	11,440.00	11,440.00	-
12/31/2032	-	-	-	-	88,920.00
02/01/2033	70,000.00	3.200%	11,440.00	81,440.00	-
08/01/2033	-	-	10,320.00	10,320.00	-
12/31/2033	-	-	-	-	91,760.00
02/01/2034	70,000.00	3.200%	10,320.00	80,320.00	-
08/01/2034	-	-	9,200.00	9,200.00	-
12/31/2034	-	-	-	-	89,520.00
02/01/2035	75,000.00	3.200%	9,200.00	84,200.00	-
08/01/2035	-	-	8,000.00	8,000.00	-
12/31/2035	-	-	-	-	92,200.00
02/01/2036	60,000.00	3.200%	8,000.00	68,000.00	-
08/01/2036	-	-	7,040.00	7,040.00	-
12/31/2036	-	-	-	-	75,040.00
02/01/2037	45,000.00	3.200%	7,040.00	52,040.00	-
08/01/2037	-	-	6,320.00	6,320.00	-
12/31/2037	-	-	-	-	58,360.00
02/01/2038	50,000.00	3.200%	6,320.00	56,320.00	-
08/01/2038	-	-	5,520.00	5,520.00	-
12/31/2038	-	-	-	-	61,840.00
02/01/2039	50,000.00	3.200%	5,520.00	55,520.00	-
08/01/2039	-	-	4,720.00	4,720.00	-

12/31/2039	-	-	-	-	60,240.00
02/01/2040	50,000.00	3.200%	4,720.00	54,720.00	-
08/01/2040	-	-	3,920.00	3,920.00	-
12/31/2040	-	-	-	-	58,640.00
02/01/2041	55,000.00	3.200%	3,920.00	58,920.00	-
08/01/2041	-	-	3,040.00	3,040.00	-
12/31/2041	-	-	-	-	61,960.00
02/01/2042	35,000.00	3.200%	3,040.00	38,040.00	-
08/01/2042	-	-	2,480.00	2,480.00	-
12/31/2042	-	-	-	-	40,520.00
02/01/2043	35,000.00	3.200%	2,480.00	37,480.00	-
08/01/2043	-	-	1,920.00	1,920.00	-
12/31/2043	-	-	-	-	39,400.00
02/01/2044	35,000.00	3.200%	1,920.00	36,920.00	-
08/01/2044	-	-	1,360.00	1,360.00	-
12/31/2044	-	-	-	-	38,280.00
02/01/2045	35,000.00	3.200%	1,360.00	36,360.00	-
08/01/2045	-	-	800.00	800.00	-
12/31/2045	-	-	-	-	37,160.00
02/01/2046	10,000.00	3.200%	800.00	10,800.00	-
08/01/2046	-	-	640.00	640.00	-
12/31/2046	-	-	-	-	11,440.00
02/01/2047	15,000.00	3.200%	640.00	15,640.00	-
08/01/2047	-	-	400.00	400.00	-
12/31/2047	-	-	-	-	16,040.00
02/01/2048	10,000.00	3.200%	400.00	10,400.00	-
08/01/2048	-	-	240.00	240.00	-
12/31/2048	-	-	-	-	10,640.00
02/01/2049	15,000.00	3.200%	240.00	15,240.00	-
12/31/2049	-	-	-	-	15,240.00
Total	\$1,570,000.00	-	\$651,100.44	\$2,221,100.44	-

Yield Statistics

Bond Year Dollars	\$18,346.47
Average Life	11.686 Years
Average Coupon	3.5489136%
Net Interest Cost (NIC)	3.0682964%
True Interest Cost (TIC)	2.9945989%
Bond Yield for Arbitrage Purposes	2.8133244%
All Inclusive Cost (AIC)	3.2468582%

IRS Form 8038

Net Interest Cost	2.8038359%
Weighted Average Maturity	11.329 Years

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Raymond James

EXHIBIT B

Total Sources and Uses

Preliminary

\$1,570,000

Cumberland County Water District
Potential Loan through the
Kentucky Rural Water Finance Corporation

Sources & Uses

Dated 07/02/2020 | Delivered 07/02/2020

Sources Of Funds

Par Amount of Bonds	\$1,570,000.00
Reoffering Premium	115,651.30
Transfers from Prior Issue Debt Service Funds	78,689.13
Total Sources	\$1,764,340.43

Uses Of Funds

Total Underwriter's Discount (1.750%)	27,475.00
Costs of Issuance	28,620.00
Deposit to Current Refunding Fund	1,704,346.58
Rounding Amount	3,898.85
Total Uses	\$1,764,340.43

Raymond James

EXHIBIT C

Debt Service Comparison

Preliminary

\$1,570,000

Cumberland County Water District
Potential Loan through the
Kentucky Rural Water Finance Corporation

Debt Service Comparison

Date	Total P+I	Expenses	Net New D/S	Old Net D/S	Savings
12/31/2020	-	-	-	-	-
12/31/2021	68,550.44	450.00	69,000.44	157,378.25	88,377.81
12/31/2022	146,230.00	450.00	146,680.00	157,078.00	10,398.00
12/31/2023	146,680.00	450.00	147,130.00	156,406.50	9,276.50
12/31/2024	151,740.00	450.00	152,190.00	158,473.75	6,283.75
12/31/2025	146,540.00	450.00	146,990.00	156,744.75	9,754.75
12/31/2026	126,730.00	450.00	127,180.00	134,385.00	7,205.00
12/31/2027	107,700.00	450.00	108,150.00	116,319.50	8,169.50
12/31/2028	99,190.00	450.00	99,640.00	108,284.00	8,644.00
12/31/2029	96,135.00	450.00	96,585.00	102,408.25	5,823.25
12/31/2030	93,405.00	450.00	93,855.00	102,499.25	8,644.25
12/31/2031	91,000.00	450.00	91,450.00	97,972.50	6,522.50
12/31/2032	88,920.00	450.00	89,370.00	98,648.00	9,278.00
12/31/2033	91,760.00	450.00	92,210.00	98,677.50	6,467.50
12/31/2034	89,520.00	450.00	89,970.00	98,084.75	8,114.75
12/31/2035	92,200.00	450.00	92,650.00	98,489.75	5,839.75
12/31/2036	75,040.00	450.00	75,490.00	82,845.50	7,355.50
12/31/2037	58,360.00	450.00	58,810.00	69,366.25	10,556.25
12/31/2038	61,840.00	450.00	62,290.00	68,281.25	5,991.25
12/31/2039	60,240.00	450.00	60,690.00	69,152.50	8,462.50
12/31/2040	58,640.00	450.00	59,090.00	69,893.75	10,803.75
12/31/2041	61,960.00	450.00	62,410.00	68,505.00	6,095.00
12/31/2042	40,520.00	450.00	40,970.00	47,072.50	6,102.50
12/31/2043	39,400.00	450.00	39,850.00	47,500.00	7,650.00
12/31/2044	38,280.00	450.00	38,730.00	46,342.50	7,612.50
12/31/2045	37,160.00	450.00	37,610.00	46,663.75	9,053.75
12/31/2046	11,440.00	450.00	11,890.00	22,400.00	10,510.00
12/31/2047	16,040.00	450.00	16,490.00	22,592.50	6,102.50
12/31/2048	10,640.00	450.00	11,090.00	21,742.50	10,652.50
12/31/2049	15,240.00	450.00	15,690.00	21,892.50	6,202.50
TOTAL	\$2,221,100.44	\$13,050.00	\$2,234,150.44	\$2,546,100.25	\$311,949.81

PV Analysis Summary (Net to Net)

Gross PV Debt Service Savings	247,012.49
Effects of changes in Expenses	(8,458.96)
Net PV Cashflow Savings @ 3.247%(AIC)	238,553.53
Transfers from Prior Issue Debt Service Fund	(78,689.13)
Contingency or Rounding Amount	3,898.85
Net Benefit	237,159.53
Net Present Value Benefit	\$163,763.25
Net PV Benefit / \$1,666,800 Refunded Principal	9.825%
Net PV Benefit / \$1,570,000 Refunding Principal	10.431%

Refunding Bond Information

Refunding Dated Date	7/02/2020
Refunding Delivery Date	7/02/2020

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Raymond James

EXHIBIT D

Prior Bonds Debt Service

Preliminary

\$93,000

Cumberland County Water District

Series 1995 A 91-02

Debt Service To Maturity And To Call

Date	Refunded Bonds	Refunded Interest	D/S To Call	Principal	Coupon	Interest	Refunded D/S
07/02/2020	93,000.00	2,337.92	95,337.92	-	-	-	-
01/01/2021	-	-	-	16,800.00	5.000%	4,650.00	21,450.00
01/01/2022	-	-	-	17,700.00	5.000%	3,810.00	21,510.00
01/01/2023	-	-	-	18,500.00	5.000%	2,925.00	21,425.00
01/01/2024	-	-	-	19,500.00	5.000%	2,000.00	21,500.00
01/01/2025	-	-	-	20,500.00	5.000%	1,025.00	21,525.00
Total	\$93,000.00	\$2,337.92	\$95,337.92	\$93,000.00	-	\$14,410.00	\$107,410.00

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	7/02/2020
Average Life	2.596 Years
Average Coupon	4.9999986%
Weighted Average Maturity (Par Basis)	2.596 Years
Weighted Average Maturity (Original Price Basis)	2.596 Years

Refunding Bond Information

Refunding Dated Date	7/02/2020
Refunding Delivery Date	7/02/2020

Preliminary

\$34,000

Cumberland County Water District

Series 91-04

Debt Service To Maturity And To Call

Date	Refunded Bonds	Refunded Interest	D/S To Call	Principal	Coupon	Interest	Refunded D/S
07/02/2020	34,000.00	854.72	34,854.72	-	-	-	-
01/01/2021	-	-	-	3,000.00	5.000%	1,700.00	4,700.00
01/01/2022	-	-	-	3,000.00	5.000%	1,550.00	4,550.00
01/01/2023	-	-	-	3,000.00	5.000%	1,400.00	4,400.00
01/01/2024	-	-	-	3,000.00	5.000%	1,250.00	4,250.00
01/01/2025	-	-	-	3,000.00	5.000%	1,100.00	4,100.00
01/01/2026	-	-	-	3,000.00	5.000%	950.00	3,950.00
01/01/2027	-	-	-	4,000.00	5.000%	800.00	4,800.00
01/01/2028	-	-	-	4,000.00	5.000%	600.00	4,600.00
01/01/2029	-	-	-	4,000.00	5.000%	400.00	4,400.00
01/01/2030	-	-	-	4,000.00	5.000%	200.00	4,200.00
Total	\$34,000.00	\$854.72	\$34,854.72	\$34,000.00	-	\$9,950.00	\$43,950.00

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	7/02/2020
Average Life	5.350 Years
Average Coupon	5.0000012%
Weighted Average Maturity (Par Basis)	5.350 Years
Weighted Average Maturity (Original Price Basis)	5.350 Years

Refunding Bond Information

Refunding Dated Date	7/02/2020
Refunding Delivery Date	7/02/2020

Raymond James

Preliminary

\$103,000

Cumberland County Water District

91-08

Debt Service To Maturity And To Call

Date	Refunded Bonds	Refunded Interest	D/S To Call	Principal	Coupon	Interest	Refunded D/S
07/02/2020	103,000.00	2,589.31	105,589.31	-	-	-	-
01/01/2021	-	-	-	15,000.00	5.000%	5,150.00	20,150.00
01/01/2022	-	-	-	16,000.00	5.000%	4,400.00	20,400.00
01/01/2023	-	-	-	17,000.00	5.000%	3,600.00	20,600.00
01/01/2024	-	-	-	18,000.00	5.000%	2,750.00	20,750.00
01/01/2025	-	-	-	18,000.00	5.000%	1,850.00	19,850.00
01/01/2026	-	-	-	19,000.00	5.000%	950.00	19,950.00
Total	\$103,000.00	\$2,589.31	\$105,589.31	\$103,000.00	-	\$18,700.00	\$121,700.00

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	7/02/2020
Average Life	3.128 Years
Average Coupon	4.9999986%
Weighted Average Maturity (Par Basis)	3.128 Years
Weighted Average Maturity (Original Price Basis)	3.128 Years

Refunding Bond Information

Refunding Dated Date	7/02/2020
Refunding Delivery Date	7/02/2020

Raymond James

Preliminary

\$40,000

Cumberland County Water District

Series 91-10

Debt Service To Maturity And To Call

Date	Refunded Bonds	Refunded Interest	D/S To Call	Principal	Coupon	Interest	Refunded D/S
07/02/2020	40,000.00	1,005.56	41,005.56	-	-	-	-
01/01/2021	-	-	-	5,000.00	5.000%	2,000.00	7,000.00
01/01/2022	-	-	-	5,000.00	5.000%	1,750.00	6,750.00
01/01/2023	-	-	-	5,000.00	5.000%	1,500.00	6,500.00
01/01/2024	-	-	-	6,000.00	5.000%	1,250.00	7,250.00
01/01/2025	-	-	-	6,000.00	5.000%	950.00	6,950.00
01/01/2026	-	-	-	6,000.00	5.000%	650.00	6,650.00
01/01/2027	-	-	-	7,000.00	5.000%	350.00	7,350.00
Total	\$40,000.00	\$1,005.56	\$41,005.56	\$40,000.00	-	\$8,450.00	\$48,450.00

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	7/02/2020
Average Life	3.722 Years
Average Coupon	4.9999970%
Weighted Average Maturity (Par Basis)	3.722 Years
Weighted Average Maturity (Original Price Basis)	3.722 Years

Refunding Bond Information

Refunding Dated Date	7/02/2020
Refunding Delivery Date	7/02/2020

Raymond James

Preliminary

\$35,200

Cumberland County Water District

91-12

Debt Service To Maturity And To Call

Date	Refunded Bonds	Refunded Interest	D/S To Call	Principal	Coupon	Interest	Refunded D/S
07/02/2020	35,200.00	884.89	36,084.89	-	-	-	-
01/01/2021	-	-	-	3,700.00	5.000%	1,760.00	5,460.00
01/01/2022	-	-	-	3,900.00	5.000%	1,575.00	5,475.00
01/01/2023	-	-	-	4,000.00	5.000%	1,380.00	5,380.00
01/01/2024	-	-	-	4,300.00	5.000%	1,180.00	5,480.00
01/01/2025	-	-	-	4,500.00	5.000%	965.00	5,465.00
01/01/2026	-	-	-	4,700.00	5.000%	740.00	5,440.00
01/01/2027	-	-	-	4,900.00	5.000%	505.00	5,405.00
01/01/2028	-	-	-	5,200.00	5.000%	260.00	5,460.00
Total	\$35,200.00	\$884.89	\$36,084.89	\$35,200.00	-	\$8,365.00	\$43,565.00

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	7/02/2020
Average Life	4.250 Years
Average Coupon	4.9999993%
Weighted Average Maturity (Par Basis)	4.250 Years
Weighted Average Maturity (Original Price Basis)	4.250 Years

Refunding Bond Information

Refunding Dated Date	7/02/2020
Refunding Delivery Date	7/02/2020

Raymond James

Preliminary

\$86,500

Cumberland County Water District

Series 91-14

Debt Service To Maturity And To Call

Date	Refunded Bonds	Refunded Interest	D/S To Call	Principal	Coupon	Interest	Refunded D/S
07/02/2020	86,500.00	1,957.06	88,457.06	-	-	-	-
01/01/2021	-	-	-	4,000.00	4.500%	3,892.50	7,892.50
01/01/2022	-	-	-	4,500.00	4.500%	3,712.50	8,212.50
01/01/2023	-	-	-	4,500.00	4.500%	3,510.00	8,010.00
01/01/2024	-	-	-	5,000.00	4.500%	3,307.50	8,307.50
01/01/2025	-	-	-	5,000.00	4.500%	3,082.50	8,082.50
01/01/2026	-	-	-	5,000.00	4.500%	2,857.50	7,857.50
01/01/2027	-	-	-	5,500.00	4.500%	2,632.50	8,132.50
01/01/2028	-	-	-	5,500.00	4.500%	2,385.00	7,885.00
01/01/2029	-	-	-	6,000.00	4.500%	2,137.50	8,137.50
01/01/2030	-	-	-	6,000.00	4.500%	1,867.50	7,867.50
01/01/2031	-	-	-	6,500.00	4.500%	1,597.50	8,097.50
01/01/2032	-	-	-	7,000.00	4.500%	1,305.00	8,305.00
01/01/2033	-	-	-	7,000.00	4.500%	990.00	7,990.00
01/01/2034	-	-	-	7,500.00	4.500%	675.00	8,175.00
01/01/2035	-	-	-	7,500.00	4.500%	337.50	7,837.50
Total	\$86,500.00	\$1,957.06	\$88,457.06	\$86,500.00	-	\$34,290.00	\$120,790.00

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	7/02/2020
Average Life	8.306 Years
Average Coupon	4.5000003%
Weighted Average Maturity (Par Basis)	8.306 Years
Weighted Average Maturity (Original Price Basis)	8.306 Years

Refunding Bond Information

Refunding Dated Date	7/02/2020
Refunding Delivery Date	7/02/2020

Preliminary

\$78,200

Cumberland County Water District

Series 91-16

Debt Service To Maturity And To Call

Date	Refunded Bonds	Refunded Interest	D/S To Call	Principal	Coupon	Interest	Refunded D/S
07/02/2020	78,200.00	1,769.28	79,969.28	-	-	-	-
01/01/2021	-	-	-	3,800.00	4.500%	3,519.00	7,319.00
01/01/2022	-	-	-	3,900.00	4.500%	3,348.00	7,248.00
01/01/2023	-	-	-	4,100.00	4.500%	3,172.50	7,272.50
01/01/2024	-	-	-	4,300.00	4.500%	2,988.00	7,288.00
01/01/2025	-	-	-	4,500.00	4.500%	2,794.50	7,294.50
01/01/2026	-	-	-	4,700.00	4.500%	2,592.00	7,292.00
01/01/2027	-	-	-	4,900.00	4.500%	2,380.50	7,280.50
01/01/2028	-	-	-	5,100.00	4.500%	2,160.00	7,260.00
01/01/2029	-	-	-	5,300.00	4.500%	1,930.50	7,230.50
01/01/2030	-	-	-	5,600.00	4.500%	1,692.00	7,292.00
01/01/2031	-	-	-	5,800.00	4.500%	1,440.00	7,240.00
01/01/2032	-	-	-	6,100.00	4.500%	1,179.00	7,279.00
01/01/2033	-	-	-	6,400.00	4.500%	904.50	7,304.50
01/01/2034	-	-	-	6,700.00	4.500%	616.50	7,316.50
01/01/2035	-	-	-	7,000.00	4.500%	315.00	7,315.00
Total	\$78,200.00	\$1,769.28	\$79,969.28	\$78,200.00	-	\$31,032.00	\$109,232.00

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	7/02/2020
Average Life	8.316 Years
Average Coupon	4.5000008%
Weighted Average Maturity (Par Basis)	8.316 Years
Weighted Average Maturity (Original Price Basis)	8.316 Years

Refunding Bond Information

Refunding Dated Date	7/02/2020
Refunding Delivery Date	7/02/2020

Preliminary

\$157,900

Cumberland County Water District

Series 91-17

Debt Service To Maturity And To Call

Date	Refunded Bonds	Refunded Interest	D/S To Call	Principal	Coupon	Interest	Refunded D/S
07/02/2020	157,900.00	3,572.49	161,472.49	-	-	-	-
01/01/2021	-	-	-	6,900.00	4.500%	7,105.50	14,005.50
01/01/2022	-	-	-	7,300.00	4.500%	6,795.00	14,095.00
01/01/2023	-	-	-	7,600.00	4.500%	6,466.50	14,066.50
01/01/2024	-	-	-	7,900.00	4.500%	6,124.50	14,024.50
01/01/2025	-	-	-	8,300.00	4.500%	5,769.00	14,069.00
01/01/2026	-	-	-	8,700.00	4.500%	5,395.50	14,095.50
01/01/2027	-	-	-	9,000.00	4.500%	5,004.00	14,004.00
01/01/2028	-	-	-	9,500.00	4.500%	4,599.00	14,099.00
01/01/2029	-	-	-	9,900.00	4.500%	4,171.50	14,071.50
01/01/2030	-	-	-	10,300.00	4.500%	3,726.00	14,026.00
01/01/2031	-	-	-	10,800.00	4.500%	3,262.50	14,062.50
01/01/2032	-	-	-	11,300.00	4.500%	2,776.50	14,076.50
01/01/2033	-	-	-	11,800.00	4.500%	2,268.00	14,068.00
01/01/2034	-	-	-	12,300.00	4.500%	1,737.00	14,037.00
01/01/2035	-	-	-	12,900.00	4.500%	1,183.50	14,083.50
01/01/2036	-	-	-	13,400.00	4.500%	603.00	14,003.00
Total	\$157,900.00	\$3,572.49	\$161,472.49	\$157,900.00	-	\$66,987.00	\$224,887.00

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	7/02/2020
Average Life	8.925 Years
Average Coupon	4.4999998%
Weighted Average Maturity (Par Basis)	8.925 Years
Weighted Average Maturity (Original Price Basis)	8.925 Years

Refunding Bond Information

Refunding Dated Date	7/02/2020
Refunding Delivery Date	7/02/2020

Raymond James

Preliminary

\$297,500

Cumberland County Water District

Series 91-19

Debt Service To Maturity And To Call

Date	Refunded Bonds	Refunded Interest	D/S To Call	Principal	Coupon	Interest	Refunded D/S
07/02/2020	297,500.00	6,730.94	304,230.94	-	-	-	-
01/01/2021	-	-	-	9,000.00	4.500%	13,387.50	22,387.50
01/01/2022	-	-	-	9,000.00	4.500%	12,982.50	21,982.50
01/01/2023	-	-	-	9,500.00	4.500%	12,577.50	22,077.50
01/01/2024	-	-	-	10,000.00	4.500%	12,150.00	22,150.00
01/01/2025	-	-	-	10,500.00	4.500%	11,700.00	22,200.00
01/01/2026	-	-	-	11,000.00	4.500%	11,227.50	22,227.50
01/01/2027	-	-	-	11,500.00	4.500%	10,732.50	22,232.50
01/01/2028	-	-	-	12,000.00	4.500%	10,215.00	22,215.00
01/01/2029	-	-	-	12,500.00	4.500%	9,675.00	22,175.00
01/01/2030	-	-	-	13,000.00	4.500%	9,112.50	22,112.50
01/01/2031	-	-	-	13,500.00	4.500%	8,527.50	22,027.50
01/01/2032	-	-	-	14,500.00	4.500%	7,920.00	22,420.00
01/01/2033	-	-	-	15,000.00	4.500%	7,267.50	22,267.50
01/01/2034	-	-	-	15,500.00	4.500%	6,592.50	22,092.50
01/01/2035	-	-	-	16,500.00	4.500%	5,895.00	22,395.00
01/01/2036	-	-	-	17,000.00	4.500%	5,152.50	22,152.50
01/01/2037	-	-	-	18,000.00	4.500%	4,387.50	22,387.50
01/01/2038	-	-	-	18,500.00	4.500%	3,577.50	22,077.50
01/01/2039	-	-	-	19,500.00	4.500%	2,745.00	22,245.00
01/01/2040	-	-	-	20,500.00	4.500%	1,867.50	22,367.50
01/01/2041	-	-	-	21,000.00	4.500%	945.00	21,945.00
Total	\$297,500.00	\$6,730.94	\$304,230.94	\$297,500.00	-	\$168,637.50	\$466,137.50

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	7/02/2020
Average Life	12.094 Years
Average Coupon	4.4999999%
Weighted Average Maturity (Par Basis)	12.094 Years
Weighted Average Maturity (Original Price Basis)	12.094 Years

Refunding Bond Information

Refunding Dated Date	7/02/2020
Refunding Delivery Date	7/02/2020

Raymond James

Preliminary

\$375,500

Cumberland County Water District

Series 91-24

Debt Service To Maturity And To Call

Date	Refunded Bonds	Refunded Interest	D/S To Call	Principal	Coupon	Interest	Refunded D/S
07/02/2020	375,500.00	8,023.70	383,523.70	-	-	-	-
01/01/2021	-	-	-	8,500.00	4.250%	15,958.75	24,458.75
01/01/2022	-	-	-	9,000.00	4.250%	15,597.50	24,597.50
01/01/2023	-	-	-	9,500.00	4.250%	15,215.00	24,715.00
01/01/2024	-	-	-	10,000.00	4.250%	14,811.25	24,811.25
01/01/2025	-	-	-	10,500.00	4.250%	14,386.25	24,886.25
01/01/2026	-	-	-	11,000.00	4.250%	13,940.00	24,940.00
01/01/2027	-	-	-	11,000.00	4.250%	13,472.50	24,472.50
01/01/2028	-	-	-	11,500.00	4.250%	13,005.00	24,505.00
01/01/2029	-	-	-	12,000.00	4.250%	12,516.25	24,516.25
01/01/2030	-	-	-	12,500.00	4.250%	12,006.25	24,506.25
01/01/2031	-	-	-	13,000.00	4.250%	11,475.00	24,475.00
01/01/2032	-	-	-	14,000.00	4.250%	10,922.50	24,922.50
01/01/2033	-	-	-	14,500.00	4.250%	10,327.50	24,827.50
01/01/2034	-	-	-	15,000.00	4.250%	9,711.25	24,711.25
01/01/2035	-	-	-	15,500.00	4.250%	9,073.75	24,573.75
01/01/2036	-	-	-	16,500.00	4.250%	8,415.00	24,915.00
01/01/2037	-	-	-	17,000.00	4.250%	7,713.75	24,713.75
01/01/2038	-	-	-	17,500.00	4.250%	6,991.25	24,491.25
01/01/2039	-	-	-	18,500.00	4.250%	6,247.50	24,747.50
01/01/2040	-	-	-	19,500.00	4.250%	5,461.25	24,961.25
01/01/2041	-	-	-	20,000.00	4.250%	4,632.50	24,632.50
01/01/2042	-	-	-	21,000.00	4.250%	3,782.50	24,782.50
01/01/2043	-	-	-	22,000.00	4.250%	2,890.00	24,890.00
01/01/2044	-	-	-	22,500.00	4.250%	1,955.00	24,455.00
01/01/2045	-	-	-	23,500.00	4.250%	998.75	24,498.75
Total	\$375,500.00	\$8,023.70	\$383,523.70	\$375,500.00	-	\$241,506.25	\$617,006.25

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	7/02/2020
Average Life	14.630 Years
Average Coupon	4.2500001%
Weighted Average Maturity (Par Basis)	14.630 Years
Weighted Average Maturity (Original Price Basis)	14.630 Years

Refunding Bond Information

Refunding Dated Date	7/02/2020
Refunding Delivery Date	7/02/2020

Raymond James

Preliminary

\$366,000

Cumberland County Water District

Series 91-26

Debt Service To Maturity And To Call

Date	Refunded Bonds	Refunded Interest	D/S To Call	Principal	Coupon	Interest	Refunded D/S
07/02/2020	366,000.00	7,820.71	373,820.71	-	-	-	-
01/01/2021	-	-	-	7,000.00	4.250%	15,555.00	22,555.00
01/01/2022	-	-	-	7,000.00	4.250%	15,257.50	22,257.50
01/01/2023	-	-	-	7,000.00	4.250%	14,960.00	21,960.00
01/01/2024	-	-	-	8,000.00	4.250%	14,662.50	22,662.50
01/01/2025	-	-	-	8,000.00	4.250%	14,322.50	22,322.50
01/01/2026	-	-	-	8,000.00	4.250%	13,982.50	21,982.50
01/01/2027	-	-	-	9,000.00	4.250%	13,642.50	22,642.50
01/01/2028	-	-	-	9,000.00	4.250%	13,260.00	22,260.00
01/01/2029	-	-	-	9,000.00	4.250%	12,877.50	21,877.50
01/01/2030	-	-	-	10,000.00	4.250%	12,495.00	22,495.00
01/01/2031	-	-	-	10,000.00	4.250%	12,070.00	22,070.00
01/01/2032	-	-	-	10,000.00	4.250%	11,645.00	21,645.00
01/01/2033	-	-	-	11,000.00	4.250%	11,220.00	22,220.00
01/01/2034	-	-	-	11,000.00	4.250%	10,752.50	21,752.50
01/01/2035	-	-	-	12,000.00	4.250%	10,285.00	22,285.00
01/01/2036	-	-	-	12,000.00	4.250%	9,775.00	21,775.00
01/01/2037	-	-	-	13,000.00	4.250%	9,265.00	22,265.00
01/01/2038	-	-	-	13,000.00	4.250%	8,712.50	21,712.50
01/01/2039	-	-	-	14,000.00	4.250%	8,160.00	22,160.00
01/01/2040	-	-	-	15,000.00	4.250%	7,565.00	22,565.00
01/01/2041	-	-	-	15,000.00	4.250%	6,927.50	21,927.50
01/01/2042	-	-	-	16,000.00	4.250%	6,290.00	22,290.00
01/01/2043	-	-	-	17,000.00	4.250%	5,610.00	22,610.00
01/01/2044	-	-	-	17,000.00	4.250%	4,887.50	21,887.50
01/01/2045	-	-	-	18,000.00	4.250%	4,165.00	22,165.00
01/01/2046	-	-	-	19,000.00	4.250%	3,400.00	22,400.00
01/01/2047	-	-	-	20,000.00	4.250%	2,592.50	22,592.50
01/01/2048	-	-	-	20,000.00	4.250%	1,742.50	21,742.50
01/01/2049	-	-	-	21,000.00	4.250%	892.50	21,892.50
Total	\$366,000.00	\$7,820.71	\$373,820.71	\$366,000.00	-	\$276,972.50	\$642,972.50

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	7/02/2020
Average Life	17.303 Years
Average Coupon	4.250000%
Weighted Average Maturity (Par Basis)	17.303 Years
Weighted Average Maturity (Original Price Basis)	17.303 Years

Refunding Bond Information

Refunding Dated Date	7/02/2020
Refunding Delivery Date	7/02/2020

EXHIBIT E

Financial Statements

Cumberland County Water District
 Statements of Net Position
 December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Assets		
Current Assets		
Cash and cash equivalents	\$ 169,242	\$ 80,034
Receivable, less allowance for doubtful accounts of \$58,428 and \$58,428, respectively	90,766	100,781
Unbilled accounts receivable	49,114	43,557
Inventories	48,730	47,486
Prepaid expenses	7,323	8,997
Total Current Assets	<u>365,175</u>	<u>280,855</u>
Noncurrent Assets		
Restricted Assets		
Customer deposits	13,287	10,650
Depreciation reserves	297,437	231,832
Debt and interest funds	154,969	272,821
Total Restricted Assets	<u>465,693</u>	<u>515,303</u>
Capital Assets		
Land and improvements	55,313	55,313
Buildings and improvements	233,837	204,437
Equipment	341,500	341,500
Other water system assets	10,421,775	10,421,775
Transportation	314,373	298,973
Office furniture and equipment	62,445	62,445
Construction in progress	149,244	-
Less: accumulated depreciation	<u>(4,263,541)</u>	<u>(3,937,482)</u>
Net Capital Assets	<u>7,314,946</u>	<u>7,446,961</u>
Total Noncurrent Assets	<u>7,780,639</u>	<u>7,962,264</u>
Total Assets	<u>\$ 8,145,814</u>	<u>\$ 8,243,119</u>

Cumberland County Water District
 Statements of Net Position (Continued)
 December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Liabilities		
Current Liabilities		
Current portion of long-term debt	\$ 165,833	\$ 160,718
Accounts payable	75,702	19,826
Accrued interest payable	78,360	78,910
Accrued salaries and taxes payable	42,366	23,325
Customer deposits	33,030	32,105
Other liabilities	66,258	-
Total Current Liabilities	<u>461,549</u>	<u>314,884</u>
Noncurrent Assets		
Long-term debt, less current portion included in current liabilities	<u>4,514,108</u>	<u>4,613,681</u>
Total Noncurrent Liabilities	<u>4,514,108</u>	<u>4,613,681</u>
Total Liabilities	<u>4,975,657</u>	<u>4,928,565</u>
Net Position		
Net investment in capital assets	2,635,005	2,672,562
Restricted	465,693	515,303
Unrestricted	69,459	126,689
Total Net Position	<u>\$ 3,170,157</u>	<u>\$ 3,314,554</u>

Cumberland County Water District
 Statements of Revenues, Expenses and Changes in Net Position
 For the Years Ended December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Operating Revenues		
Water sales	\$ 1,325,236	\$ 1,314,106
Service charges	18,889	19,535
Other revenues	<u>77,991</u>	<u>48,210</u>
Total Operating Revenues	<u>1,422,116</u>	<u>1,381,851</u>
Operating Expenses		
Salaries and wages	321,836	305,582
Employee benefits	74,077	76,904
Purchased water	445,581	404,087
Utilities	58,359	58,025
Materials and supplies	112,404	113,942
Contracted services	34,387	26,681
Vehicle and equipment expenses	37,806	34,541
Insurance	24,099	25,064
Office expenses	53,782	33,507
Directors fees	9,350	10,950
Bad debt expense, net of recoveries	-	2,373
Depreciation	326,059	312,726
Other operating expenses	<u>10,641</u>	<u>6,959</u>
Total Operating Expenses	<u>1,508,381</u>	<u>1,411,341</u>
Operating Income (Loss)	<u>(86,265)</u>	<u>(29,490)</u>
Non-operating Revenues (Expenses)		
Interest income	3,851	3,578
Grant revenue	72,273	227,727
Interest expense	<u>(134,256)</u>	<u>(130,372)</u>
Total Non-operating Revenues (Expenses)	<u>(58,132)</u>	<u>100,933</u>
Change in Net Position	(144,397)	71,443
Net Position, Beginning of Year	<u>3,314,554</u>	<u>3,243,111</u>
Net Position, End of Year	<u>\$ 3,170,157</u>	<u>\$ 3,314,554</u>

Cumberland County Water District
 Statements of Cash Flows
 For the Years Ended December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Cash Flows From Operating Activities		
Receipts from customers	\$ 1,427,499	\$ 1,323,811
Payments to employees	(302,795)	(300,519)
Payments to suppliers	(794,830)	(849,585)
Payments for other activities	(9,350)	(10,950)
	<u>320,524</u>	<u>162,757</u>
Net Cash Provided by Operating Activities		
Cash Flows From Capital and Related Financing Activities		
Purchases of property, plant and equipment	(127,786)	(943,212)
Principal payments on debt	(160,716)	(149,806)
Interest payments on debt	(134,806)	(130,546)
Proceeds from debt	66,258	700,000
Grants	72,273	227,727
	<u>(284,777)</u>	<u>(295,837)</u>
Net Cash Used by Capital and Related Financing Activities		
Cash Flows From Investing Activities		
Interest income	3,851	3,578
	<u>3,851</u>	<u>3,578</u>
Net Cash Provided by Investing Activities		
Net Increase (Decrease) in Cash and Cash Equivalents	39,598	(129,502)
Cash and Cash Equivalents at Beginning of Year	<u>595,337</u>	<u>724,839</u>
Cash and Cash Equivalents at End of Year	<u>\$ 634,935</u>	<u>\$ 595,337</u>
Reconciliation of cash per Statement of Net Position to cash per Statement of Cash Flows:		
Cash and cash equivalents	\$ 169,242	\$ 80,034
Customer deposits	13,287	10,650
Depreciation reserves	297,437	231,832
Debt and interest funds	154,969	272,821
	<u>634,935</u>	<u>595,337</u>
Cash and cash equivalents per Statement of Cash Flows	<u>\$ 634,935</u>	<u>\$ 595,337</u>

Cumberland County Water District
 Statements of Cash Flows (Continued)
 For the Years Ended December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Reconciliation of Operating Income (Loss) to Net Cash		
Provided by Operating Activities:		
Operating Income (Loss)	\$ (86,265)	\$ (29,490)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities		
Depreciation	326,059	312,726
(Increase) Decrease in operating assets		
Accounts receivable	10,015	(10,280)
Unbilled receivables	(5,557)	10,563
Inventory	(1,244)	(25,866)
Prepaid expenses	1,674	(997)
Increase (Decrease) in operating liabilities		
Accounts payable	55,876	(43,012)
Accrued salaries and taxes payable	19,041	5,063
Customer deposits	925	1,050
Other liabilities	-	(57,000)
	\$ 320,524	\$ 162,757
Net Cash Provided by Operating Activities	\$ 320,524	\$ 162,757

See accompanying notes to financial statements.

EXHIBIT F

Notification to State Local Debt Officer

Kentucky Home Trust Building, 450 South Third Street, Louisville, Kentucky 40202-1410
Telephone (502) 569-7525 Telefax (502) 569-7555 www.rubinhays.com

CHARLES S. MUSSON
W. RANDALL JONES
CHRISTIAN L. JUCKETT
NICHOLAS J. LOCOCO

June 25, 2020

Honorable Dennis Keene
Commissioner and State Local Debt Officer
100 Airport Road, Third Floor
Frankfort, Kentucky 40601

Re: Cumberland County Water District
Notice of Intent to Issue Securities

Dear Commissioner Keene:

Pursuant to the regulations of the Kentucky Public Service Commission, specifically 807 KAR 5:001: Section 18(1)(g), please be advised that the Cumberland County Water District (the "District") hereby notifies the State Local Debt Officer that the District intends on issuing securities in the form of a loan from the Kentucky Rural Water Finance Corporation ("KRWFC") for the purpose of refinancing certain outstanding indebtedness of the District in order to achieve substantial interest cost savings for the District.

We will file the appropriate documents with your office in accordance with the requirements of KRS 65.117 once the securities are issued.

Very truly yours,

Rubin & Hays

By 
W. Randall Jones

WRJ:jlm
Enclosures