

Request

31. Some commenters have indicated that prior to the Company's acquisition of system(s), those systems maintained cash reserves (ex. A \$45,000 reserve for Carriage Park). Explain in detail whether any cash reserves existed for any acquired systems and if those reserves were transferred to the control or access of the Company or associated entities pursuant to the acquisitions(s).
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Response

Bluegrass Water's acquisitions included only sewer and/or water plant assets. No cash reserves have been transferred as part of the transactions.