

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION OF KENTUCKY

IN THE MATTER OF:

**ELECTRONIC APPLICATION OF ALLEN COUNTY)
WATER DISTRICT TO ISSUE SECURITIES)
IN THE APPROXIMATE PRINCIPAL)
AMOUNT OF \$4,050,000 FOR THE PURPOSE OF) Case No. 2021-00444
REFINANCING CERTAIN OUTSTANDING)
OBLIGATIONS OF THE DISTRICT PURSUANT)
TO THE PROVISIONS OF KRS 278.300 AND)
807 KAR 5:001)**

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

APPLICATION

The Applicant, Allen County Water District ("Allen District"), files this electronic 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 Allen District to issue certain securities in the approximate principal amount of \$4,050,000 (subject to adjustment of up to 10%), for the purpose of refinancing certain outstanding indebtedness of Allen District. In support of this Application, and in compliance with the rules and regulations of the Commission, Allen District states as follows:

1. Allen 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 Allen County, Kentucky which Order is on file in the County Court Order Books in the office of the Clerk of Allen County, Kentucky. Allen District is now, and has been since its inception, regulated by the Commission, and all records and proceedings of the Commission with reference to Allen District

are incorporated in this Application by reference. Allen District does not have any Articles of Incorporation due to the fact that it is a statutory entity.

2. The governing body of Allen 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 Allen District is as follows:

Allen County Water District
c/o Ms. DeAnn Marquez, Office Manager
330 New Gallatin Road
Scottsville, Kentucky 42164
Phone: (270) 622-3040
Fax: (270) 622-3041
email address: acwd@nctc.com

4. A general description of Allen District's system property, together with a statement of the original cost, is contained in Allen District's Annual Report for 2020 which is on file with the Commission. The Annual Report is incorporated herein by reference.

5. Allen 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 \$4,050,000 (subject to adjustment of up to 10%) for the purpose of refinancing certain outstanding indebtedness as follows: (i) Allen County Water District Waterworks Revenue Bonds, Series 2006, dated November 7, 2007, in the original principal amount of \$1,614,000, bearing interest at the rate of 4.50% per annum (the "2006 Bonds"); (ii) Allen County Water District Waterworks Revenue Bonds, Series 2012, dated May 15, 2014, in the original principal amount of \$797,000, bearing interest at the rate of 3.00% per annum (the "2012 Bonds"); and (iii) loan from KRWFC designated as Kentucky Rural Water Finance Corporation Public

Projects Refunding Revenue Bonds (Flexible Term Program), Series 2012D, dated May 30, 2012, in the original principal amount of \$2,935,000 (the "Prior KRWFC Loan"); (hereinafter, the 2006 Bonds and the 2012 Bonds shall be collectively referred to as the "Prior RD Bonds" and the Prior KRWFC Loan and the Prior RD Bonds shall be collectively referred to as the "Prior Bonds"). The Prior RD Bonds are currently held by USDA, Rural Development and the Prior KRWFC Loan is currently held in the open market.

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 and details of the KRWFC Loan vary from the present assumptions based upon market conditions and other business judgment factors.

7. The KRWFC Loan will provide Allen District with the funds necessary to (i) refinance the Prior Bonds; and (ii) pay the fees and expenses incident to the 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 refinancing of the Prior Bonds will result in a net present value cashflow savings of approximately \$477,373.86. These savings are shown on the estimated 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. Allen District will not issue the securities if interest rates in the bond market shift to a point where Allen District will not achieve any debt service savings.

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

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

13. Allen 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 Statement of Revenues, Expenses and Changes in Fund Net Position, Statement of Net Position, and Statement of Cash Flows for the twelve month periods ending on December 31, 2020 are attached hereto and incorporated herein by reference as **Exhibit "E"** respectively.

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

- (i) Section 12(1)(b): Allen 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 Allen District's financial condition have occurred since the end of the twelve (12) month period contained in Allen District's most recent annual report on file with the Commission.
 - (ii) Section 12(2)(a), (b) and (c) Stock: Allen District does not have any authorized, issued or outstanding stock as of the date hereof.
 - (iii) Section 12(2)(d) Mortgages: Allen 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 Allen District is contained in the 2020 Annual Report on file with this Commission and the December 31, 2020 Audit Report on file with this Commission.
 - (v) Section 12(2)(h) Dividends: Allen 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, Allen District hereby responds as follows:
- (i) Section 18(1)(a): Allen District has complied with the requirements of 807 KAR 5:001, Section 14.
 - (ii) Section 18(1)(b): A general description of Allen District's property, its field of operation and a statement of original cost of said property and the cost to

Allen District is contained in Allen District's 2020 Annual Report on file with this Commission.

- (iii) Section 18(1)(c): Allen 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 Allen District's water system.
 - (iv) Section 18(1)(d): The proceeds of the KRWFC Loan are being used to refinance the outstanding Prior Bonds.
 - (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 proposed refinancing 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): Allen 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 is being requested in this Application.

WHEREFORE, Allen 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 Allen District by taking full advantage of current low interest rates, Allen District requests that the Commission issued its Order as no later than **January 21, 2022**; and
3. Process this Application without a formal hearing in order to save time and expense.

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

Allen County Water District

By Wayne Jackson 11-30-2021
Wayne Jackson, Chairman
330 New Gallatin Road
Scottsville, Kentucky 42164
Phone: (270) 622-3040
Fax: (270) 622-3041
Email: acwd@nctc.com

Rubin & Hays

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

STATE OF KENTUCKY)
) SS
COUNTY OF ALLEN)

The affiant, Wayne Jackson, being first duly sworn, states: That he is the Chairman of the Allen 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 11-30, 2021.

Wayne Jackson 11-30-2021
Wayne Jackson, Chairman

SUBSCRIBED, SWORN TO AND ACKNOWLEDGED before me by Wayne Jackson, Chairman of the Allen County Water District on this 11-30, 2021.

My Commission expires: January 8, 2023.

Sandra Debra West-Marguez
NOTARY PUBLIC

614620
NOTARY PUBLIC ID Number

EXHIBIT A

Estimated Debt Service Schedule

\$4,050,000

Allen County Water District
Potential Refunding through the
Kentucky Rural Water Finance Corporation

Debt Service Schedule

Part 1 of 3

Date	Principal	Coupon	Interest	Total P+I	Fiscal Total
02/09/2022	-	-	-	-	-
08/01/2022	-	-	49,458.37	49,458.37	-
12/31/2022	-	-	-	-	49,458.37
02/01/2023	175,000.00	2.500%	51,758.75	226,758.75	-
08/01/2023	-	-	49,571.25	49,571.25	-
12/31/2023	-	-	-	-	276,330.00
02/01/2024	180,000.00	2.500%	49,571.25	229,571.25	-
08/01/2024	-	-	47,321.25	47,321.25	-
12/31/2024	-	-	-	-	276,892.50
02/01/2025	190,000.00	2.500%	47,321.25	237,321.25	-
08/01/2025	-	-	44,946.25	44,946.25	-
12/31/2025	-	-	-	-	282,267.50
02/01/2026	190,000.00	2.500%	44,946.25	234,946.25	-
08/01/2026	-	-	42,571.25	42,571.25	-
12/31/2026	-	-	-	-	277,517.50
02/01/2027	200,000.00	2.500%	42,571.25	242,571.25	-
08/01/2027	-	-	40,071.25	40,071.25	-
12/31/2027	-	-	-	-	282,642.50
02/01/2028	205,000.00	2.500%	40,071.25	245,071.25	-
08/01/2028	-	-	37,508.75	37,508.75	-
12/31/2028	-	-	-	-	282,580.00
02/01/2029	215,000.00	3.000%	37,508.75	252,508.75	-
08/01/2029	-	-	34,283.75	34,283.75	-
12/31/2029	-	-	-	-	286,792.50
02/01/2030	205,000.00	3.000%	34,283.75	239,283.75	-
08/01/2030	-	-	31,208.75	31,208.75	-
12/31/2030	-	-	-	-	270,492.50
02/01/2031	205,000.00	3.000%	31,208.75	236,208.75	-
08/01/2031	-	-	28,133.75	28,133.75	-
12/31/2031	-	-	-	-	264,342.50
02/01/2032	210,000.00	2.500%	28,133.75	238,133.75	-
08/01/2032	-	-	25,508.75	25,508.75	-
12/31/2032	-	-	-	-	263,642.50
02/01/2033	220,000.00	2.500%	25,508.75	245,508.75	-
08/01/2033	-	-	22,758.75	22,758.75	-
12/31/2033	-	-	-	-	268,267.50
02/01/2034	185,000.00	2.500%	22,758.75	207,758.75	-

\$4,050,000

Allen County Water District
Potential Refunding through the
Kentucky Rural Water Finance Corporation

Debt Service Schedule

Part 2 of 3

Date	Principal	Coupon	Interest	Total P+I	Fiscal Total
08/01/2034	-	-	20,446.25	20,446.25	-
12/31/2034	-	-	-	-	228,205.00
02/01/2035	185,000.00	2.500%	20,446.25	205,446.25	-
08/01/2035	-	-	18,133.75	18,133.75	-
12/31/2035	-	-	-	-	223,580.00
02/01/2036	190,000.00	2.500%	18,133.75	208,133.75	-
08/01/2036	-	-	15,758.75	15,758.75	-
12/31/2036	-	-	-	-	223,892.50
02/01/2037	200,000.00	2.300%	15,758.75	215,758.75	-
08/01/2037	-	-	13,458.75	13,458.75	-
12/31/2037	-	-	-	-	229,217.50
02/01/2038	165,000.00	2.300%	13,458.75	178,458.75	-
08/01/2038	-	-	11,561.25	11,561.25	-
12/31/2038	-	-	-	-	190,020.00
02/01/2039	85,000.00	2.300%	11,561.25	96,561.25	-
08/01/2039	-	-	10,583.75	10,583.75	-
12/31/2039	-	-	-	-	107,145.00
02/01/2040	90,000.00	2.350%	10,583.75	100,583.75	-
08/01/2040	-	-	9,526.25	9,526.25	-
12/31/2040	-	-	-	-	110,110.00
02/01/2041	90,000.00	2.350%	9,526.25	99,526.25	-
08/01/2041	-	-	8,468.75	8,468.75	-
12/31/2041	-	-	-	-	107,995.00
02/01/2042	90,000.00	2.450%	8,468.75	98,468.75	-
08/01/2042	-	-	7,366.25	7,366.25	-
12/31/2042	-	-	-	-	105,835.00
02/01/2043	90,000.00	2.500%	7,366.25	97,366.25	-
08/01/2043	-	-	6,241.25	6,241.25	-
12/31/2043	-	-	-	-	103,607.50
02/01/2044	95,000.00	2.500%	6,241.25	101,241.25	-
08/01/2044	-	-	5,053.75	5,053.75	-
12/31/2044	-	-	-	-	106,295.00
02/01/2045	100,000.00	2.550%	5,053.75	105,053.75	-
08/01/2045	-	-	3,778.75	3,778.75	-
12/31/2045	-	-	-	-	108,832.50
02/01/2046	100,000.00	2.600%	3,778.75	103,778.75	-
08/01/2046	-	-	2,478.75	2,478.75	-

\$4,050,000

Allen County Water District
Potential Refunding through the
Kentucky Rural Water Finance Corporation

Debt Service Schedule

Part 3 of 3

Date	Principal	Coupon	Interest	Total P+I	Fiscal Total
12/31/2046	-	-	-	-	106,257.50
02/01/2047	30,000.00	2.600%	2,478.75	32,478.75	-
08/01/2047	-	-	2,088.75	2,088.75	-
12/31/2047	-	-	-	-	34,567.50
02/01/2048	30,000.00	2.600%	2,088.75	32,088.75	-
08/01/2048	-	-	1,698.75	1,698.75	-
12/31/2048	-	-	-	-	33,787.50
02/01/2049	30,000.00	2.600%	1,698.75	31,698.75	-
08/01/2049	-	-	1,308.75	1,308.75	-
12/31/2049	-	-	-	-	33,007.50
02/01/2050	30,000.00	2.600%	1,308.75	31,308.75	-
08/01/2050	-	-	918.75	918.75	-
12/31/2050	-	-	-	-	32,227.50
02/01/2051	35,000.00	2.600%	918.75	35,918.75	-
08/01/2051	-	-	463.75	463.75	-
12/31/2051	-	-	-	-	36,382.50
02/01/2052	35,000.00	2.650%	463.75	35,463.75	-
12/31/2052	-	-	-	-	35,463.75
Total	\$4,050,000.00	-	\$1,187,654.62	\$5,237,654.62	-

Yield Statistics

Bond Year Dollars	\$46,940.00
Average Life	11.590 Years
Average Coupon	2.5301547%
Net Interest Cost (NIC)	2.4651530%
True Interest Cost (TIC)	2.4546865%
Bond Yield for Arbitrage Purposes	2.2954822%
All Inclusive Cost (AIC)	2.7293042%

IRS Form 8038

Net Interest Cost	2.3088542%
Weighted Average Maturity	11.440 Years

EXHIBIT B

Sources and Uses

\$4,050,000

Allen County Water District
Potential Refunding through the
Kentucky Rural Water Finance Corporation

Total Issue Sources And Uses

Dated 02/09/2022 | Delivered 02/09/2022

	Ref of KRWFC 2012 D	Ref of RD 2006	Ref of RD 2012	Issue Summary
Sources Of Funds				
Par Amount of Bonds	\$2,005,000.00	\$1,330,000.00	\$715,000.00	\$4,050,000.00
Reoffering Premium	70,802.40	18,579.10	3,905.30	93,286.80
Transfers from Prior Issue Debt Service Funds	-	7,439.58	2,944.58	10,384.16
Total Sources	\$2,075,802.40	\$1,356,018.68	\$721,849.88	\$4,153,670.96
Uses Of Funds				
Total Underwriter's Discount (1.550%)	31,077.50	20,615.00	11,082.50	62,775.00
Costs of Issuance	47,426.92	31,460.24	16,912.84	95,800.00
Deposit to Current Refunding Fund	1,996,691.19	1,301,151.25	696,699.25	3,994,541.69
Rounding Amount	606.79	2,792.19	(2,844.71)	554.27
Total Uses	\$2,075,802.40	\$1,356,018.68	\$721,849.88	\$4,153,670.96

EXHIBIT C

Debt Service Comparison

\$4,050,000

Allen County Water District
Potential Refunding through the
Kentucky Rural Water Finance Corporation

Debt Service Comparison

Date	Total P+I	Expenses	Net New D/S	Old Net D/S	Savings
12/31/2022	49,458.37	-	49,458.37	77,606.88	28,148.51
12/31/2023	276,330.00	450.00	276,780.00	308,433.76	31,653.76
12/31/2024	276,892.50	450.00	277,342.50	309,792.51	32,450.01
12/31/2025	282,267.50	450.00	282,717.50	310,723.76	28,006.26
12/31/2026	277,517.50	450.00	277,967.50	311,277.51	33,310.01
12/31/2027	282,642.50	450.00	283,092.50	311,503.76	28,411.26
12/31/2028	282,580.00	450.00	283,030.00	311,888.76	28,858.76
12/31/2029	286,792.50	450.00	287,242.50	311,495.01	24,252.51
12/31/2030	270,492.50	450.00	270,942.50	296,518.76	25,576.26
12/31/2031	264,342.50	450.00	264,792.50	296,445.63	31,653.13
12/31/2032	263,642.50	450.00	264,092.50	295,988.75	31,896.25
12/31/2033	268,267.50	450.00	268,717.50	295,145.00	26,427.50
12/31/2034	228,205.00	450.00	228,655.00	259,690.00	31,035.00
12/31/2035	223,580.00	450.00	224,030.00	255,703.75	31,673.75
12/31/2036	223,892.50	450.00	224,342.50	255,345.00	31,002.50
12/31/2037	229,217.50	450.00	229,667.50	255,016.25	25,348.75
12/31/2038	190,020.00	450.00	190,470.00	220,573.75	30,103.75
12/31/2039	107,145.00	450.00	107,595.00	123,160.00	15,565.00
12/31/2040	110,110.00	450.00	110,560.00	123,045.00	12,485.00
12/31/2041	107,995.00	450.00	108,445.00	123,272.50	14,827.50
12/31/2042	105,835.00	450.00	106,285.00	122,842.50	16,557.50
12/31/2043	103,607.50	450.00	104,057.50	122,755.00	18,697.50
12/31/2044	106,295.00	450.00	106,745.00	122,498.75	15,753.75
12/31/2045	108,832.50	450.00	109,282.50	122,562.50	13,280.00
12/31/2046	106,257.50	450.00	106,707.50	118,528.75	11,821.25
12/31/2047	34,567.50	450.00	35,017.50	34,817.50	(200.00)
12/31/2048	33,787.50	450.00	34,237.50	34,917.50	680.00
12/31/2049	33,007.50	450.00	33,457.50	34,987.50	1,530.00
12/31/2050	32,227.50	450.00	32,677.50	35,027.50	2,350.00
12/31/2051	36,382.50	450.00	36,832.50	35,037.50	(1,795.00)
12/31/2052	35,463.75	450.00	35,913.75	35,017.50	(896.25)
TOTAL	\$5,237,654.62	\$13,500.00	\$5,251,154.62	\$5,871,618.84	\$620,464.22

PV Analysis Summary (Net to Net)

Gross PV Debt Service Savings	480,727.56
Effects of changes in Expenses	(3,353.71)
Net PV Cashflow Savings @ 2.729%(AIC)	477,373.86
Transfers from Prior Issue Debt Service Fund	(10,384.16)
Contingency or Rounding Amount	554.27
Net Benefit	610,634.33
Net Present Value Benefit	\$467,543.97
Net PV Benefit / \$3,984,500 Refunded Principal	11.734%
Net PV Benefit / \$4,050,000 Refunding Principal	11.544%
Average Annual Cash Flow Savings	20,682.14

Refunding Bond Information

Refunding Dated Date	2/09/2022
Refunding Delivery Date	2/09/2022

Allen Co WD | Issue Summary | 11/23/2021 | 8:27 PM

Raymond James

EXHIBIT D

Prior Bonds Debt Service

\$2,935,000

Allen County Water District
Kentucky Rural Water Finance Corporation
Public Projects Refunding Revenue Bonds, Series 2012 D

Debt Service To Maturity And To Call

Date	Refunded Bonds	Refunded Interest	D/S To Call	Principal	Coupon	Interest	Refunded D/S
02/09/2022	1,995,000.00	1,691.19	1,996,691.19	-	-	-	-
08/01/2022	-	-	-	-	-	38,051.88	38,051.88
02/01/2023	-	-	-	110,000.00	3.300%	38,051.88	148,051.88
08/01/2023	-	-	-	-	-	36,236.88	36,236.88
02/01/2024	-	-	-	115,000.00	3.400%	36,236.88	151,236.88
08/01/2024	-	-	-	-	-	34,281.88	34,281.88
02/01/2025	-	-	-	120,000.00	3.600%	34,281.88	154,281.88
08/01/2025	-	-	-	-	-	32,121.88	32,121.88
02/01/2026	-	-	-	125,000.00	3.600%	32,121.88	157,121.88
08/01/2026	-	-	-	-	-	29,871.88	29,871.88
02/01/2027	-	-	-	130,000.00	3.700%	29,871.88	159,871.88
08/01/2027	-	-	-	-	-	27,466.88	27,466.88
02/01/2028	-	-	-	135,000.00	3.700%	27,466.88	162,466.88
08/01/2028	-	-	-	-	-	24,969.38	24,969.38
02/01/2029	-	-	-	140,000.00	3.700%	24,969.38	164,969.38
08/01/2029	-	-	-	-	-	22,379.38	22,379.38
02/01/2030	-	-	-	130,000.00	3.825%	22,379.38	152,379.38
08/01/2030	-	-	-	-	-	19,893.13	19,893.13
02/01/2031	-	-	-	135,000.00	3.825%	19,893.13	154,893.13
08/01/2031	-	-	-	-	-	17,311.25	17,311.25
02/01/2032	-	-	-	140,000.00	3.950%	17,311.25	157,311.25
08/01/2032	-	-	-	-	-	14,546.25	14,546.25
02/01/2033	-	-	-	145,000.00	3.950%	14,546.25	159,546.25
08/01/2033	-	-	-	-	-	11,682.50	11,682.50
02/01/2034	-	-	-	115,000.00	3.950%	11,682.50	126,682.50
08/01/2034	-	-	-	-	-	9,411.25	9,411.25
02/01/2035	-	-	-	115,000.00	3.950%	9,411.25	124,411.25
08/01/2035	-	-	-	-	-	7,140.00	7,140.00
02/01/2036	-	-	-	120,000.00	4.200%	7,140.00	127,140.00
08/01/2036	-	-	-	-	-	4,620.00	4,620.00
02/01/2037	-	-	-	125,000.00	4.200%	4,620.00	129,620.00
08/01/2037	-	-	-	-	-	1,995.00	1,995.00
02/01/2038	-	-	-	95,000.00	4.200%	1,995.00	96,995.00
Total	\$1,995,000.00	\$1,691.19	\$1,996,691.19	\$1,995,000.00	-	\$663,958.84	\$2,658,958.84

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	2/09/2022
Average Life	8.419 Years
Average Coupon	3.9430864%
Weighted Average Maturity (Par Basis)	8.419 Years
Weighted Average Maturity (Original Price Basis)	8.413 Years

Refunding Bond Information

Refunding Dated Date	2/09/2022
Refunding Delivery Date	2/09/2022

Series 2012 D Loans Final | Allen County Water Distri | 11/23/2021 | 8:27 PM

Raymond James

\$1,381,000

Allen County Water District
USDA-RD Loan
Series 2006

Debt Service To Maturity And To Call

Date	Refunded Bonds	Refunded Interest	D/S To Call	Principal	Coupon	Interest	Refunded D/S
02/09/2022	1,295,000.00	6,151.25	1,301,151.25	-	-	-	-
07/01/2022	-	-	-	-	-	29,137.50	29,137.50
01/01/2023	-	-	-	31,000.00	4.500%	29,137.50	60,137.50
07/01/2023	-	-	-	-	-	28,440.00	28,440.00
01/01/2024	-	-	-	32,500.00	4.500%	28,440.00	60,940.00
07/01/2024	-	-	-	-	-	27,708.75	27,708.75
01/01/2025	-	-	-	34,000.00	4.500%	27,708.75	61,708.75
07/01/2025	-	-	-	-	-	26,943.75	26,943.75
01/01/2026	-	-	-	35,500.00	4.500%	26,943.75	62,443.75
07/01/2026	-	-	-	-	-	26,145.00	26,145.00
01/01/2027	-	-	-	37,000.00	4.500%	26,145.00	63,145.00
07/01/2027	-	-	-	-	-	25,312.50	25,312.50
01/01/2028	-	-	-	39,000.00	4.500%	25,312.50	64,312.50
07/01/2028	-	-	-	-	-	24,435.00	24,435.00
01/01/2029	-	-	-	40,500.00	4.500%	24,435.00	64,935.00
07/01/2029	-	-	-	-	-	23,523.75	23,523.75
01/01/2030	-	-	-	42,500.00	4.500%	23,523.75	66,023.75
07/01/2030	-	-	-	-	-	22,567.50	22,567.50
01/01/2031	-	-	-	44,500.00	4.500%	22,567.50	67,067.50
07/01/2031	-	-	-	-	-	21,566.25	21,566.25
01/01/2032	-	-	-	46,500.00	4.500%	21,566.25	68,066.25
07/01/2032	-	-	-	-	-	20,520.00	20,520.00
01/01/2033	-	-	-	48,500.00	4.500%	20,520.00	69,020.00
07/01/2033	-	-	-	-	-	19,428.75	19,428.75
01/01/2034	-	-	-	50,500.00	4.500%	19,428.75	69,928.75
07/01/2034	-	-	-	-	-	18,292.50	18,292.50
01/01/2035	-	-	-	53,000.00	4.500%	18,292.50	71,292.50
07/01/2035	-	-	-	-	-	17,100.00	17,100.00
01/01/2036	-	-	-	55,000.00	4.500%	17,100.00	72,100.00
07/01/2036	-	-	-	-	-	15,862.50	15,862.50
01/01/2037	-	-	-	57,500.00	4.500%	15,862.50	73,362.50
07/01/2037	-	-	-	-	-	14,568.75	14,568.75
01/01/2038	-	-	-	60,500.00	4.500%	14,568.75	75,068.75
07/01/2038	-	-	-	-	-	13,207.50	13,207.50
01/01/2039	-	-	-	63,000.00	4.500%	13,207.50	76,207.50
07/01/2039	-	-	-	-	-	11,790.00	11,790.00
01/01/2040	-	-	-	66,000.00	4.500%	11,790.00	77,790.00
07/01/2040	-	-	-	-	-	10,305.00	10,305.00
01/01/2041	-	-	-	69,000.00	4.500%	10,305.00	79,305.00
07/01/2041	-	-	-	-	-	8,752.50	8,752.50
01/01/2042	-	-	-	72,000.00	4.500%	8,752.50	80,752.50
07/01/2042	-	-	-	-	-	7,132.50	7,132.50
01/01/2043	-	-	-	75,000.00	4.500%	7,132.50	82,132.50
07/01/2043	-	-	-	-	-	5,445.00	5,445.00
01/01/2044	-	-	-	78,500.00	4.500%	5,445.00	83,945.00
07/01/2044	-	-	-	-	-	3,678.75	3,678.75
01/01/2045	-	-	-	82,000.00	4.500%	3,678.75	85,678.75
07/01/2045	-	-	-	-	-	1,833.75	1,833.75
01/01/2046	-	-	-	81,500.00	4.500%	1,833.75	83,333.75
Total	\$1,295,000.00	\$6,151.25	\$1,301,151.25	\$1,295,000.00	-	\$847,395.00	\$2,142,395.00

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	2/09/2022
Average Life	14.436 Years
Average Coupon	4.5000000%
Weighted Average Maturity (Par Basis)	14.436 Years
Weighted Average Maturity (Original Price Basis)	14.436 Years

Refunding Bond Information

Refunding Dated Date	2/09/2022
Refunding Delivery Date	2/09/2022

RD Series 2006 | SINGLE PURPOSE | 11/23/2021 | 8:27 PM

Raymond James

\$736,000

Allen County Water District
USDA-RD Loan
Series 2012

Debt Service To Maturity And To Call

Date	Refunded Bonds	Refunded Interest	D/S To Call	Principal	Coupon	Interest	Refunded D/S
02/09/2022	694,500.00	2,199.25	696,699.25	-	-	-	-
07/01/2022	-	-	-	-	-	10,417.50	10,417.50
01/01/2023	-	-	-	14,500.00	3.000%	10,417.50	24,917.50
07/01/2023	-	-	-	-	-	10,200.00	10,200.00
01/01/2024	-	-	-	15,000.00	3.000%	10,200.00	25,200.00
07/01/2024	-	-	-	-	-	9,975.00	9,975.00
01/01/2025	-	-	-	15,500.00	3.000%	9,975.00	25,475.00
07/01/2025	-	-	-	-	-	9,742.50	9,742.50
01/01/2026	-	-	-	16,000.00	3.000%	9,742.50	25,742.50
07/01/2026	-	-	-	-	-	9,502.50	9,502.50
01/01/2027	-	-	-	16,500.00	3.000%	9,502.50	26,002.50
07/01/2027	-	-	-	-	-	9,255.00	9,255.00
01/01/2028	-	-	-	17,000.00	3.000%	9,255.00	26,255.00
07/01/2028	-	-	-	-	-	9,000.00	9,000.00
01/01/2029	-	-	-	17,500.00	3.000%	9,000.00	26,500.00
07/01/2029	-	-	-	-	-	8,737.50	8,737.50
01/01/2030	-	-	-	18,000.00	3.000%	8,737.50	26,737.50
07/01/2030	-	-	-	-	-	8,467.50	8,467.50
01/01/2031	-	-	-	18,500.00	3.000%	8,467.50	26,967.50
07/01/2031	-	-	-	-	-	8,190.00	8,190.00
01/01/2032	-	-	-	19,000.00	3.000%	8,190.00	27,190.00
07/01/2032	-	-	-	-	-	7,905.00	7,905.00
01/01/2033	-	-	-	19,500.00	3.000%	7,905.00	27,405.00
07/01/2033	-	-	-	-	-	7,612.50	7,612.50
01/01/2034	-	-	-	20,000.00	3.000%	7,612.50	27,612.50
07/01/2034	-	-	-	-	-	7,312.50	7,312.50
01/01/2035	-	-	-	21,000.00	3.000%	7,312.50	28,312.50
07/01/2035	-	-	-	-	-	6,997.50	6,997.50
01/01/2036	-	-	-	21,500.00	3.000%	6,997.50	28,497.50
07/01/2036	-	-	-	-	-	6,675.00	6,675.00
01/01/2037	-	-	-	22,000.00	3.000%	6,675.00	28,675.00
07/01/2037	-	-	-	-	-	6,345.00	6,345.00
01/01/2038	-	-	-	22,500.00	3.000%	6,345.00	28,845.00
07/01/2038	-	-	-	-	-	6,007.50	6,007.50
01/01/2039	-	-	-	23,500.00	3.000%	6,007.50	29,507.50
07/01/2039	-	-	-	-	-	5,655.00	5,655.00
01/01/2040	-	-	-	24,000.00	3.000%	5,655.00	29,655.00
07/01/2040	-	-	-	-	-	5,295.00	5,295.00
01/01/2041	-	-	-	25,000.00	3.000%	5,295.00	30,295.00
07/01/2041	-	-	-	-	-	4,920.00	4,920.00
01/01/2042	-	-	-	25,500.00	3.000%	4,920.00	30,420.00
07/01/2042	-	-	-	-	-	4,537.50	4,537.50
01/01/2043	-	-	-	26,500.00	3.000%	4,537.50	31,037.50
07/01/2043	-	-	-	-	-	4,140.00	4,140.00
01/01/2044	-	-	-	27,000.00	3.000%	4,140.00	31,140.00
07/01/2044	-	-	-	-	-	3,735.00	3,735.00
01/01/2045	-	-	-	28,000.00	3.000%	3,735.00	31,735.00
07/01/2045	-	-	-	-	-	3,315.00	3,315.00
01/01/2046	-	-	-	29,000.00	3.000%	3,315.00	32,315.00
07/01/2046	-	-	-	-	-	2,880.00	2,880.00
01/01/2047	-	-	-	29,500.00	3.000%	2,880.00	32,380.00
07/01/2047	-	-	-	-	-	2,437.50	2,437.50
01/01/2048	-	-	-	30,500.00	3.000%	2,437.50	32,937.50
07/01/2048	-	-	-	-	-	1,980.00	1,980.00
01/01/2049	-	-	-	31,500.00	3.000%	1,980.00	33,480.00
07/01/2049	-	-	-	-	-	1,507.50	1,507.50
01/01/2050	-	-	-	32,500.00	3.000%	1,507.50	34,007.50
07/01/2050	-	-	-	-	-	1,020.00	1,020.00
01/01/2051	-	-	-	33,500.00	3.000%	1,020.00	34,520.00
07/01/2051	-	-	-	-	-	517.50	517.50
01/01/2052	-	-	-	34,500.00	3.000%	517.50	35,017.50
Total	\$694,500.00	\$2,199.25	\$696,699.25	\$694,500.00	-	\$368,565.00	\$1,063,065.00

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	2/09/2022
Average Life	17.584 Years
Average Coupon	3.0000000%
Weighted Average Maturity (Par Basis)	17.584 Years
Weighted Average Maturity (Original Price Basis)	17.584 Years

Refunding Bond Information

Refunding Dated Date	2/09/2022
Refunding Delivery Date	2/09/2022
RD Series 2012 SINGLE PURPOSE 11/23/2021 8 27 PM	

Raymond James

EXHIBIT E

Financial Statements

ALLEN COUNTY WATER DISTRICT

**STATEMENT OF NET POSITION
December 31, 2020**

Assets and Deferred Outflows of Resources

Current assets	
Cash and cash equivalents	\$ 459,802
Investments	2,960,722
Accounts receivable from customers, net of allowance of \$10,500	230,326
Other receivables	31,277
Prepaid insurance	18,109
Prepaid expenses	4,800
Accrued interest receivable	<u>15,502</u>
Total current assets	<u>3,720,538</u>
Restricted assets	
Cash – customer’s deposits	130,709
Cash – bond and interest redemption account	1,046,100
Cash – depreciation reserve account	521,550
Cash – bond reserve accounts	<u>12,365</u>
Total restricted assets	<u>1,710,724</u>
Capital assets not being depreciated	
Land and land rights	314,562
Capital assets being depreciated, net of accumulated depreciation of \$9,305,391	
Water supply and distribution system	<u>13,398,723</u>
Total capital assets	<u>13,713,285</u>
Other assets	
Utility deposits	<u>555</u>
Deferred outflows of resources	
Deferred cost of pension	<u>89,818</u>
Total assets and deferred outflows of resources	<u>\$ 19,234,920</u>

The accompanying notes are an integral part of the financial statements.

ALLEN COUNTY WATER DISTRICT

STATEMENT OF NET POSITION (Continued)
December 31, 2020

Liabilities, Deferred Inflows of Resources, and Net Position

Current liabilities	
Current maturities of long-term debt	\$ 197,157
Accounts payable, payroll taxes and other payables	69,687
Customer deposits	122,515
Accrued interest	<u>84,649</u>
Total current liabilities	<u>474,008</u>
Non-current liabilities	
Long-term debt, less current maturities	6,294,477
Net pension liability	<u>178,405</u>
Total non-current liabilities	<u>6,472,882</u>
Total liabilities	<u>6,946,890</u>
Deferred inflows of resources	
Pension, other deferrals	<u>153,039</u>
Net position	
Net investment in capital assets	7,252,929
Restricted for debt service	1,567,650
Unrestricted	<u>3,314,412</u>
Total net position	<u>12,134,991</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 19,234,920</u>

The accompanying notes are an integral part of the financial statements.

ALLEN COUNTY WATER DISTRICT
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
For the Year Ended December 31, 2020

Operating revenues	
Metered water sales	\$ 2,333,800
Forfeited discounts	6,022
Pumping charges for water returns to supplier	19,320
Miscellaneous service revenue	<u>170,359</u>
Total operating revenues	<u>2,529,501</u>
Operating expenses	
Source of supply and pumping	739,189
Transmission and distribution	535,030
Customer accounts	72,180
Administrative and general	586,403
Depreciation	578,376
Taxes other than income	<u>42,035</u>
Total operating expenses	<u>2,553,213</u>
Operating income (loss)	(<u>23,712</u>)
Non-operating revenues and (expenses)	
Interest income	67,506
Interest expense	(205,512)
Unrealized gain on investments	35,103
Non-utility income	2,366
Miscellaneous	<u>225</u>
Net non-operating revenues and (expenses)	(<u>100,312</u>)
Decrease in net position	(124,024)
Net position, beginning of year	<u>12,259,015</u>
Net position, end of year	<u>\$ 12,134,991</u>

The accompanying notes are an integral part of the financial statements.

ALLEN COUNTY WATER DISTRICT

**STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2020**

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers	\$ 2,543,746
Salaries, wages and employee benefits	(832,791)
Purchased water	(739,626)
Other operating expenses	(466,926)
Net cash provided by operating activities	<u>504,403</u>

**CASH FLOWS FROM CAPITAL AND RELATED
FINANCING ACTIVITIES**

KIA loan proceeds	2,155,634
Purchase of capital assets	(2,145,667)
Principal paid on revenue bonds and notes payable	(171,000)
Interest paid on revenue bonds and other debt	(207,966)
Net cash used in capital and related financing activities	<u>(368,999)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Interest received	56,915
Proceeds from sale, matured investments	820,225
Purchase of investments	(881,251)
Net cash used in investing activities	<u>(4,111)</u>

Net increase in cash and cash equivalents 131,293

Cash and cash equivalents, beginning of year 2,039,233

Cash and cash equivalents, end of year \$ 2,170,526

RECONCILIATION OF CASH AND CASH EQUIVALENTS

Current cash and cash equivalents	\$ 459,802
Restricted cash and cash equivalents	<u>1,710,724</u>
	<u>\$ 2,170,526</u>

The accompanying notes are an integral part of the financial statements.

ALLEN COUNTY WATER DISTRICT
STATEMENT OF CASH FLOWS (Continued)
For the Year Ended December 31, 2020

**RECONCILIATION OF OPERATING INCOME (LOSS) TO
NET CASH PROVIDED BY OPERATING ACTIVITIES**

Operating income (loss)	(\$ 23,712)
Adjustments to reconcile operating income to net cash provided by operating activities	
Depreciation	578,376
Other non-operating revenue	2,591
Decrease in deferred outflows of resources	4,266
Decrease in deferred inflows of resources	(17,640)
Increase in accounts receivable	(7,970)
Increase in prepaid insurance	(1,692)
Decrease in accounts payable and accrued expenses	(38,807)
Increase in customer deposits	19,624
Decrease in pension liability	(10,633)
Net cash provided by operating activities	<u>\$ 504,403</u>

SUPPLEMENTAL DISCLOSURES

Non-Cash Investing, Capital and Financing Activities:

Unrealized gain on investments, net	\$ 35,103
Contractor receivable from construction overpayment	<u>\$ 31,277</u>

The accompanying notes are an integral part of the 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

November 30, 2021

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

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

Dear Commissioner Keene:

Pursuant to the regulations of the Kentucky Public Service 807 KAR 5:001: Section 18(1)(g), please be advised that the Allen 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