

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF ESTILL)	
COUNTY WATER DISTRICT NO. 1 FOR AN)	CASE NO. 2023-00371
ADJUSTMENT OF ITS WATER RATES)	
PURSUANT TO 807 KAR 5:076)	

NOTICE OF CURING OF FILING DEFICIENCIES

Estill County Water District No. 1 (“Estill District” or “Applicant”) gives notice of its curing of the filing deficiencies noted in the letter of December 6, 2023 from the Public Service Commission’s Executive Director. Attached as **Exhibit A** to this Notice is a completed ARF Form-1 (without exhibits) with a notary certificate that complies with KRS 423.360. Attached as **Exhibit B** to this Notice is a completed ARF Form 3 for Estill District’s General Manager and each member of Estill District’s Board of Commissioners with a notary certificate that complies with KRS 423.360. Attached as **Exhibit C** to this Notice is Modification Agreement between Estill District and Rural Development, which involves the reamortization of six series of bond issuance, and the Replacement Bond Resolution 2018-7 that authorized the issuance of replacement bonds.

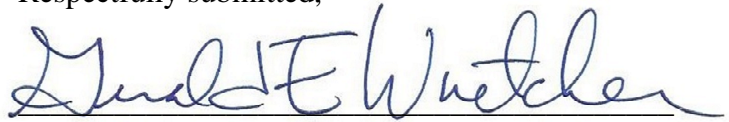
After submitting the Application and the first publication of notice of the Application’s filing in the November 29, 2023 edition of the *Estill County Tribune*, Estill District discovered errors in the notice and stopped further publication of the notice. It has prepared a corrected notice that fully complies with 807 KAR 5:076, Section 5, a copy of which is attached as **Exhibit D**, and has arranged for the publication of the revised notice in the December 20 and December 27, 2023 and January 3, 2024 editions of the *Estill County Tribune*. A copy of the revised notice has been

posted at Estill District's offices and on its website. Email confirmation of these arrangements is attached as **Exhibit E** to this Notice.

Estill District also discovered errors in ARF Form-1 Schedule CPR (Schedule of Current and Proposed Rates), which was Attachment 4 to the Application. A revised Schedule CPR is attached as **Exhibit F** to this Notice.

Dated: December 15, 2023

Respectfully submitted,

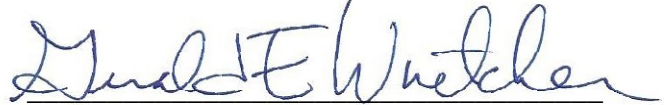
A handwritten signature in blue ink that reads "Gerald E. Wuetcher". The signature is written in a cursive style and is positioned above a horizontal line.

Gerald E. Wuetcher
Stoll Keenon Ogden PLLC
300 West Vine St. Suite 2100
Lexington, Kentucky 40507-1801
Telephone: (859) 231-3017
Fax: (859) 259-3517
gerald.wuetcher@skofirm.com

Counsel for Estill County Water District No. 1

CERTIFICATE OF SERVICE

In accordance with 807 KAR 5:001, Section 8, and the Public Service Commission's Order of July 22, 2021 in Case No. 2020-00085, I certify that this document was transmitted to the Public Service Commission on December 15, 2023 and that there are currently no parties that the Public Service Commission has excused from participation by electronic means in this proceeding.

A handwritten signature in blue ink, reading "Gerald E. Wuetcher", written over a horizontal line.

Gerald E. Wuetcher

EXHIBIT A

SUBMIT ORIGINAL AND FIVE ADDITIONAL COPIES, UNLESS FILING ELECTRONICALLY

APPLICATION FOR RATE ADJUSTMENT
BEFORE THE PUBLIC SERVICE COMMISSION

For Small Utilities Pursuant to 807 KAR 5:076
(Alternative Rate Filing)

Estill County Water District

(Name of Utility)

79 Cedar Grove Lane

(Business Mailing Address - Number and Street, or P.O. Box)

Irvine, Kentucky 40336

(Business Mailing Address - City, State, and Zip)

(606) 723-3795

(Telephone Number)

BASIC INFORMATION

NAME, TITLE, ADDRESS, TELEPHONE NUMBER and E-MAIL ADDRESS of the person to whom correspondence or communications concerning this application should be directed:

Audrea Miller

(Name)

79 Cedar Grove Lane

(Address - Number and Street or P.O. Box)

Irvine, Kentucky 40336

(Address - City, State, Zip)

(606) 723-3795

(Telephone Number)

a.miller@estillcountywater.com

(Email Address)

(For each statement below, the Applicant should check either "YES", "NO", or "NOT APPLICABLE" (N/A))

- | | YES | NO | N/A |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------|-------------------------------------|-----|
| 1. a. In its immediate past calendar year of operation, Applicant had \$5,000,000 or less in gross annual revenue. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | |
| b. Applicant operates two or more divisions that provide different types of utility service. In its immediate past calendar year of operation, Applicant had \$5,000,000 or less in gross annual revenue from the division for which a rate adjustment is sought. | <input type="checkbox"/> | <input checked="" type="checkbox"/> | |
| 2. a. Applicant has filed an annual report with the Public Service Commission for the past year. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | |
| b. Applicant has filed an annual report with the Public Service Commission for the two previous years. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | |
| 3. Applicant's records are kept separate from other commonly-owned enterprises. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | |

YES NO N/A

4. a. Applicant is a corporation that is organized under the laws of the state of _____, is authorized to operate in, and is in good standing in the state of Kentucky.
- b. Applicant is a limited liability company that is organized under the laws of the state of _____, is authorized to operate in, and is in good standing in the state of Kentucky.
- c. Applicant is a limited partnership that is organized under the laws of the state of _____, is authorized to operate in, and is in good standing in the state of Kentucky.
- d. Applicant is a sole proprietorship or partnership.
- e. Applicant is a water district organized pursuant to KRS Chapter 74.
- f. Applicant is a water association organized pursuant to KRS Chapter 273.
5. a. A paper copy of this application has been mailed to Office of Rate Intervention, Office of Attorney General, 1024 Capital Center Drive, Suite 200, Frankfort, Kentucky 40601-8204.
- b. An electronic copy of this application has been electronically mailed to Office of Rate Intervention, Office of Attorney General at rateintervention@ag.ky.gov.
6. a. Applicant has 20 or fewer customers and has mailed written notice of the proposed rate adjustment to each of its customers no later than the date this application was filed with the Public Service Commission. A copy of this notice is attached to this application. **(Attach a copy of customer notice.)**
- b. Applicant has more than 20 customers and has included written notice of the proposed rate adjustment with customer bills that were mailed by the date on which the application was filed. A copy of this notice is attached to this application. **(Attach a copy of customer notice.)**
- c. Applicant has more than 20 customers and has made arrangements to publish notice once a week for three (3) consecutive weeks in a prominent manner in a newspaper of general circulation in its service area, the first publication having been made by the date on which this Application was filed. A copy of this notice is attached to this application. **(Attach a copy of customer notice.)**
7. Applicant requires a rate adjustment for the reasons set forth in the attachment entitled "Reasons for Application." **(Attach completed "Reasons for Application" Attachment.)**

YES NO N/A

8. Applicant proposes to charge the rates that are set forth in the attachment entitled "Current and Proposed Rates." **(Attach completed "Current and Proposed Rates" Attachment.)**
9. Applicant proposes to use its annual report for the immediate past year as the test period to determine the reasonableness of its proposed rates. This annual report is for the 12 months ending December 31, 2022.
10. Applicant has reason to believe that some of the revenue and expense items set forth in its most recent annual report have or will change and proposes to adjust the test period amount of these items to reflect these changes. A statement of the test period amount, expected changes, and reasons for each expected change is set forth in the attachment "Statement of Adjusted Operations." **(Attach a completed copy of appropriate "Statement of Adjusted Operations" Attachment and any invoices, letters, contracts, receipts or other documents that support the expected change in costs.)**
11. Based upon test period operations, and considering any known and measurable adjustments, Applicant requires additional revenues of \$ \$355,239 and total revenues from service rates of \$ \$2,245,736. The manner in which these amounts were calculated is set forth in "Revenue Requirement Calculation" Attachment. **(Attach a completed "Revenue Requirement Calculation" Attachment.)**
12. As of the **date of the filing of this application**, Applicant had 3,808 customers.
13. A billing analysis of Applicant's current and proposed rates is attached to this application. **(Attach a completed "Billing Analysis" Attachment.)**
14. Applicant's depreciation schedule of utility plant in service is attached. **(Attach a schedule that shows per account group: the asset's original cost, accumulated depreciation balance as of the end of the test period, the useful lives assigned to each asset and resulting depreciation expense.)**
15. a. Applicant has outstanding evidences of indebtedness, such as mortgage agreements, promissory notes, or bonds.
- b. Applicant has attached to this application a copy of each outstanding evidence of indebtedness (e.g., mortgage agreement, promissory note, bond resolution).
- c. Applicant has attached an amortization schedule for each outstanding evidence of indebtedness.

YES NO N/A

16. a. Applicant is not required to file state and federal tax returns.
- b. Applicant is required to file state and federal tax returns.
- c. Applicant's most recent state and federal tax returns are attached to this Application.
(Attach a copy of returns.)
17. Approximately 0 (Insert dollar amount or percentage of total utility plant) of Applicant's total utility plant was recovered through the sale of real estate lots or other contributions.
18. Applicant has attached a completed Statement of Disclosure of Related Party Transactions for each person who 807 KAR 5:076, §4(h) requires to complete such form.

By submitting this application, the Applicant consents to the procedures set forth in 807 KAR 5:076 and waives any right to place its proposed rates into effect earlier than six months from the date on which the application is accepted by the Public Service Commission for filing.

I am authorized by the Applicant to sign and file this application on the Applicant's behalf, have read and completed this application, and to the best of my knowledge all the information contained in this application and its attachments is true and correct.

Signed

Audrea B Miller
Officer of the Company/Authorized Representative

Title

General Manager

Date

Dec 12, 2023

COMMONWEALTH OF KENTUCKY

COUNTY OF ESTILL

Before me appeared Audrea B. Miller, who after being duly sworn, stated that he/she had read and completed this application, that he/she is authorized to sign and file this application on behalf of the Applicant, and that to the best of his/her knowledge all the information contained in this application and its attachments is true and correct.

Name

Notary Public

Notary Id. Number

My commission expires:

Debra A. Risor
Debra A. Risor

KYNP 28367

4/23/25

LIST OF ATTACHMENTS
(Indicate all documents submitted by checking box)

- Customer Notice of Proposed Rate Adjustment
- "Reasons for Application" Attachment
- Current and Proposed Rates" Attachment
- "Statement of Adjusted Operations" Attachment
- "Revenue Requirements Calculation" Attachment
- Attachment Billing Analysis" Attachment
- Depreciation Schedules
- Outstanding Debt Instruments (i.e., Bond Resolutions, Mortgages, Promissory Notes, Amortization Schedules.)
- State Tax Return
- Federal Tax Return
- Statement of Disclosure of Related Party Transactions - ARF Form 3

EXHIBIT B

**STATEMENT OF DISCLOSURE OF
RELATED PARTY TRANSACTIONS**

I swear or affirm to the best of my knowledge and belief the information set forth below represents all present transactions and those transactions occurring within the past twenty-four (24) months between Estill County Water District No. 1 ("Utility") and related parties that exceed \$25.00 in value. For the purpose of this statement, "related party transactions" include, all transactions and payments in excess of \$25.00, except regular salary, wages and benefits, made directly to or on behalf of: 1) the Utility's current or former employees; 2) current or former members of the Utility's board of commissioners or board of directors; 3) persons who have a 10 percent or greater ownership interest in the Utility; 4) family members* of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or 5) a business enterprise in which any current or former Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or a family member of such person has an ownership interest.

Name of Related Party (Individual or Business)	Type of Service Provided By Related Party	Amount of Compensation

- Check this box if the Utility has no related party transactions.
- Check box if additional transactions are listed on the supplemental page.
- Check box if any employee of the Utility is a family member of the Utility's chief executive officer, a Utility commissioner, or any person with a 10 percent or greater ownership interest in the Utility. The name of each employee and the official to whom they are related and the nature of the relationship are listed on the supplemental page entitled "Employees Related to Utility Officials."

Blain Click

(Print Name)


(Signed)

Commissioner

(Position/Office)

* "Family Member" means any person who is the spouse, parent, sibling, child, mother-in-law, father-in-law, son-in-law, daughter-in-law, grandparent, or grandchild of any current Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility; or is a dependent for tax purposes of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility or his or her spouse; or who is a member of the household of any Utility employee, director, commissioner or person with a 10 percent or greater ownership interest in the Utility.

COMMONWEALTH OF KENTUCKY

COUNTY OF ESTILL

Subscribed and sworn to before me by Blain Click
(Name)

this 12th day of December, 2023.

Debra A. Ricon
NOTARY PUBLIC
State-at-Large

Name Debra A. Ricon

Notary Commission No. KVNP28367

My commission expires 4/23/25


**STATEMENT OF DISCLOSURE OF
RELATED PARTY TRANSACTIONS**

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Robert Johnson
(Print Name)


(Signed)

Commissioner
(Position/Office)

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COMMONWEALTH OF KENTUCKY

COUNTY OF ESTILL

Subscribed and sworn to before me by Robert Johnson
(Name)

this 12th day of December, 2023.

Debra A. Rison

NOTARY PUBLIC
State-at-Large

Name Debra A. Rison

Notary Commission No. K4NP28367

My commission expires 4/23/25

**STATEMENT OF DISCLOSURE OF
RELATED PARTY TRANSACTIONS**

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John Stickney
(Print Name)

John Stickney
(Signed)

Commissioner
(Position/Office)

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COMMONWEALTH OF KENTUCKY

COUNTY OF ESTILL

Subscribed and sworn to before me by John Stickney
(Name)

this 12th day of December, 2023.

Debra A. Rison

NOTARY PUBLIC
State-at-Large

Name Debra A. Rison

Notary Commission No. KUNP28367

My commission expires 4/23/25

**STATEMENT OF DISCLOSURE OF
RELATED PARTY TRANSACTIONS**

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Audrea B. Miller
(Print Name)

Audrea B Miller
(Signed)

General Manager
(Position/Office)

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COMMONWEALTH OF KENTUCKY

COUNTY OF ESTILL

Subscribed and sworn to before me by Audrea B. Miller
(Name)

this 12th day of December, 2023.

Debra A. Risson
NOTARY PUBLIC
State-at-Large

Name Debra A. Risson

Notary Commission No. K4NP 28367

My commission expires 4/23/25

EXHIBIT C

MODIFICATION AGREEMENT

Re: Estill County Water District No. 1 Waterworks Revenue Bonds, Series 2018, in the aggregate principal amount of \$4,066,692.53, consisting of \$324,406.89 of Series A Bonds, \$63,808.84 of Series B Bonds, \$374,371.41 of Series C Bonds, \$791,465.16 of Series D Bonds, \$862,480.86 of Series E Bonds and \$1,650,159.37 of Series F Bonds.

THIS MODIFICATION AGREEMENT (the "Agreement") is made and entered into this 31st day of December, 2018 by and between the Estill County Water District No. 1 (the "District"), a political subdivision of the Commonwealth of Kentucky, established pursuant to Chapter 74 of the Kentucky Revised Statutes and the United States Department of Agriculture, acting through Rural Development ("RD").

WITNESSETH:

WHEREAS, the District presently has outstanding certain outstanding obligations which are payable from and secured by a pledge of the revenues derived from the operation of the District's waterworks system (the "System") which obligations are currently in default as to the payment of principal and interest; and

WHEREAS, said delinquent obligations are as follows:

(i) Estill County Water District No. 1 Waterworks Revenue Bonds of 1991, Series A, dated September 3, 1992, in the original authorized principal amount of \$521,000, bearing interest at the rate of 5.00% per annum (RD Loan #91-07)(the "1991A Bonds");

(ii) Estill County Water District No. 1 Waterworks Revenue Bonds of 1991, Series B, dated September 3, 1992, in the original authorized principal amount of \$101,000, bearing interest at the rate of 5.00% per annum (RD Loan #91-09)(the "1991B Bonds");

(iii) Estill County Water District No. 1 Waterworks Revenue Bonds, Series 1996, dated January 30, 1997, in the original authorized principal amount of \$505,000, bearing interest at the rate of 4.50% per annum (RD Loan #91-10)(the "1996 Bonds");

(iv) Estill County Water District No. 1 Waterworks and Sewer Revenue Bonds, Series 2000, dated March 10, 2000, in the original authorized principal amount of \$975,000, bearing interest at the rate of 4.50% per annum (RD Loan #91-13)(the "2000 Bonds");

(v) Estill County Water District No. 1 Water and Sewer Revenue Bonds, Series 2006, dated December 22, 2006, in the original authorized principal amount of \$945,000, bearing interest at the rate of 4.125% per annum (RD Loan #91-16)(the "2006 Bonds"); and

(vi) Estill County Water District No. 1 Waterworks Revenue Bonds, Series 2014, dated July 10, 2014, in the original authorized principal amount of \$1,699,000, bearing interest at the rate of 2.375% per annum (RD Loan #91-19)(the "2014 Bonds") [hereinafter the 1991A Bonds, the 1991B Bonds, the 1996 Bonds, the 2000 Bonds the 2006 Bonds and the 2014 Bonds are hereinafter collectively referred to as the "Prior RD Bonds"]; and

WHEREAS, all of the Prior RD Bonds were sold to and are presently held by the United States Department of Agriculture, acting through Rural Development ("RD"); and

WHEREAS, all of the Prior RD Bonds are in default as to the payment of principal and interest thereon; and

WHEREAS, RD Staff Instruction 1782-1 [specifically Sections 1782-20(l) and (m)] allows for RD to reamortize and readjust the interest rates on outstanding delinquent Water and Waste loans issued under the Water and Environmental Programs regulations; and

WHEREAS, the District, through assistance from the Kentucky RD office, has applied for and received approval from the RD National Office, pursuant to RD Staff Instruction 1782-1, to reamortize the principal of and interest on, and adjust the interest rates on the outstanding Prior RD Bonds; and

WHEREAS, the District has adopted a resolution (the "Replacement Bond Resolution") authorizing the issuance of the Estill County Water District No. 1 Waterworks Revenue Bonds, Series A through F (collectively, the "Replacement Bonds") to replace and be substituted for and provide for the reamortization and reduction in interest rates of the Prior RD Bonds in order to allow the District to become current on its debt service payments.

NOW, THEREFORE, in consideration of the premises and the mutual covenants and undertakings contained herein and for other good and valuable consideration, the receipt and sufficiency of which are acknowledged by the parties, the parties agree as follows:

Section 1. Reamortization and Reduction in Interest Rates on Prior RD Bonds. The Prior RD Bonds shall be reamortized as to the outstanding principal and interest due and payable thereon and the interest rates applicable to said Prior RD Bonds shall be adjusted to the current poverty interest rate in effect as of the dated date of the Replacement Bonds.

Section 2. Principal and Interest Payments on Replacement Bonds. The schedule of principal payments on each of the Replacement Bonds is attached hereto and incorporated herein as **Exhibit "A"**.

Section 3. Final Maturity Dates of Replacement Bonds. The final maturity dates of the Replacement Bonds shall not exceed forty (40) years from the dated date of said Replacement Bonds.

Section 4. Preauthorization Debit Payment. All principal and interest payments on the Replacement Bonds shall be made pursuant to the preauthorization debit ("PAD") payment method and the District agrees to complete any and all forms required by RD to implement such PAD payment method.

Section 5. Substitution of Replacement Bonds for Prior RD Bonds. The Replacement Bonds shall be substituted for and replace the Prior RD Bonds and after the issuance of the Replacement Bonds, RD shall mark each of the outstanding Prior RD Bonds as being cancelled and paid in full.

Section 6. RD Staff Instruction 1782-1 and Office of the General Counsel Closing Instructions. Both parties to this Agreement shall follow any and all applicable requirements and procedures contained in RD Staff Instruction 1782-1 and the Closing Instructions issued by the RD Office of the General Counsel in order to effectuate the purposes of this Agreement.

Section 6. Provisions of Prior Bond Resolution to Remain in Effect. All provisions of the Prior Bond Resolution, as modified by the Replacement Bond Resolution, shall remain in full force and effect for so long as the Replacement Bonds remain outstanding.

IN TESTIMONY WHEREOF, witness the signatures of the authorized representatives of the parties hereto as of the day and year first written above.

Estill County Water District No. 1

By *Blaine Clark*
Chairman

By *Jack Stickney*
Secretary

(Seal of District)

USDA, Rural Development

By *Meg E. Polin*

Title *Area Specialist*

EXHIBIT A

Maturity Schedules

Series A Bonds

<u>Year</u>	<u>Principal</u> <u>August 1</u>	<u>Year</u>	<u>Principal</u> <u>August 1</u>	<u>Year</u>	<u>Principal</u> <u>August 1</u>
2019	\$ 5,000.00	2033	\$ 7,000.00	2047	\$10,000.00
2020	5,000.00	2034	7,000.00	2048	10,000.00
2021	5,000.00	2035	7,000.00	2049	10,000.00
2022	5,000.00	2036	7,000.00	2050	10,000.00
2023	5,000.00	2037	8,000.00	2051	10,000.00
2024	6,000.00	2038	8,000.00	2052	11,000.00
2025	6,000.00	2039	8,000.00	2053	11,000.00
2026	6,000.00	2040	8,000.00	2054	11,000.00
2027	6,000.00	2041	8,000.00	2055	12,000.00
2028	6,000.00	2042	8,000.00	2056	12,000.00
2029	6,000.00	2043	9,000.00	2057	12,000.00
2030	6,000.00	2044	9,000.00	2058	12,406.89
2031	7,000.00	2045	9,000.00		
2032	7,000.00	2046	9,000.00		

Series B Bonds

<u>Year</u>	<u>Principal</u> <u>August 1</u>	<u>Year</u>	<u>Principal</u> <u>August 1</u>	<u>Year</u>	<u>Principal</u> <u>August 1</u>
2019	\$ 1,000.00	2033	\$ 1,000.00	2047	\$2,000.00
2020	1,000.00	2034	1,000.00	2048	2,000.00
2021	1,000.00	2035	1,000.00	2049	2,000.00
2022	1,000.00	2036	1,000.00	2050	2,000.00
2023	1,000.00	2037	1,000.00	2051	2,000.00
2024	1,000.00	2038	1,000.00	2052	2,000.00
2025	1,000.00	2039	1,000.00	2053	2,000.00
2026	1,000.00	2040	1,000.00	2054	2,000.00
2027	1,000.00	2041	1,000.00	2055	2,000.00
2028	1,000.00	2042	2,000.00	2056	2,000.00
2029	1,000.00	2043	2,000.00	2057	2,000.00
2030	1,000.00	2044	2,000.00	2058	8,808.84
2031	1,000.00	2045	2,000.00		
2032	1,000.00	2046	2,000.00		

Series C Bonds

<u>Year</u>	<u>Principal</u> <u>August 1</u>	<u>Year</u>	<u>Principal</u> <u>August 1</u>	<u>Year</u>	<u>Principal</u> <u>August 1</u>
2019	\$ 6,000.00	2033	\$ 8,000.00	2047	\$11,000.00
2020	6,000.00	2034	8,000.00	2048	11,000.00
2021	6,000.00	2035	8,000.00	2049	12,000.00
2022	6,000.00	2036	9,000.00	2050	12,000.00
2023	6,000.00	2037	9,000.00	2051	12,000.00
2024	6,000.00	2038	9,000.00	2052	12,000.00
2025	7,000.00	2039	9,000.00	2053	13,000.00
2026	7,000.00	2040	9,000.00	2054	13,000.00
2027	7,000.00	2041	10,000.00	2055	13,000.00
2028	7,000.00	2042	10,000.00	2056	14,000.00
2029	7,000.00	2043	10,000.00	2057	14,000.00
2030	7,000.00	2044	10,000.00	2058	12,371.41
2031	8,000.00	2045	11,000.00		
2032	8,000.00	2046	11,000.00		

Series D Bonds

<u>Year</u>	<u>Principal</u> <u>August 1</u>	<u>Year</u>	<u>Principal</u> <u>August 1</u>	<u>Year</u>	<u>Principal</u> <u>August 1</u>
2019	\$12,000.00	2033	\$17,000.00	2047	\$23,000.00
2020	12,000.00	2034	17,000.00	2048	24,000.00
2021	13,000.00	2035	18,000.00	2049	24,000.00
2022	13,000.00	2036	18,000.00	2050	25,000.00
2023	13,000.00	2037	18,000.00	2051	26,000.00
2024	14,000.00	2038	19,000.00	2052	26,000.00
2025	14,000.00	2039	19,000.00	2053	27,000.00
2026	14,000.00	2040	20,000.00	2054	27,000.00
2027	15,000.00	2041	20,000.00	2055	28,000.00
2028	15,000.00	2042	21,000.00	2056	29,000.00
2029	15,000.00	2043	21,000.00	2057	29,000.00
2030	16,000.00	2044	22,000.00	2058	30,465.16
2031	16,000.00	2045	22,000.00		
2032	16,000.00	2046	23,000.00		

Series E Bonds

<u>Year</u>	<u>Principal</u> <u>August 1</u>	<u>Year</u>	<u>Principal</u> <u>August 1</u>	<u>Year</u>	<u>Principal</u> <u>August 1</u>
2019	\$13,000.00	2033	\$18,000.00	2047	\$25,000.00
2020	13,000.00	2034	19,000.00	2048	26,000.00
2021	14,000.00	2035	19,000.00	2049	27,000.00
2022	14,000.00	2036	20,000.00	2050	27,000.00
2023	14,000.00	2037	20,000.00	2051	28,000.00
2024	15,000.00	2038	21,000.00	2052	29,000.00
2025	15,000.00	2039	21,000.00	2053	29,000.00
2026	15,000.00	2040	22,000.00	2054	30,000.00
2027	16,000.00	2041	22,000.00	2055	31,000.00
2028	16,000.00	2042	23,000.00	2056	31,000.00
2029	17,000.00	2043	23,000.00	2057	32,000.00
2030	17,000.00	2044	24,000.00	2058	32,480.86
2031	17,000.00	2045	24,000.00		
2032	18,000.00	2046	25,000.00		

Series F Bonds

<u>Year</u>	<u>Principal</u> <u>August 1</u>	<u>Year</u>	<u>Principal</u> <u>August 1</u>	<u>Year</u>	<u>Principal</u> <u>August 1</u>
2019	\$25,000.00	2033	\$35,000.00	2047	\$49,000.00
2020	26,000.00	2034	36,000.00	2048	50,000.00
2021	26,000.00	2035	37,000.00	2049	51,000.00
2022	27,000.00	2036	38,000.00	2050	52,000.00
2023	28,000.00	2037	38,000.00	2051	53,000.00
2024	28,000.00	2038	39,000.00	2052	55,000.00
2025	29,000.00	2039	40,000.00	2053	56,000.00
2026	30,000.00	2040	41,000.00	2054	57,000.00
2027	30,000.00	2041	42,000.00	2055	59,000.00
2028	31,000.00	2042	43,000.00	2056	60,000.00
2029	32,000.00	2043	44,000.00	2057	61,000.00
2030	33,000.00	2044	45,000.00	2058	64,159.37
2031	33,000.00	2045	46,000.00		
2032	34,000.00	2046	47,000.00		

REPLACEMENT BOND RESOLUTION 2018-7

RESOLUTION OF THE ESTILL COUNTY WATER DISTRICT NO. 1 AUTHORIZING AND PROVIDING FOR THE ISSUANCE OF THE ESTILL COUNTY WATER DISTRICT NO. 1 WATERWORKS REVENUE BONDS, SERIES 2018A THROUGH F, FOR THE PURPOSE OF REAMORTIZING AND REDUCING THE INTEREST RATES OF CERTAIN OUTSTANDING OBLIGATIONS OF THE DISTRICT PREVIOUSLY ISSUED; AND SETTING FORTH THE TERMS AND CONDITIONS UPON WHICH SAID OBLIGATIONS MAY BE REISSUED AND REAMORTIZED.

WHEREAS, the waterworks system (the "System") of the Estill County Water District No. 1 (the "District") is owned and operated by said District pursuant to Chapters 58 and 74 of the Kentucky Revised Statutes (the "Act"); and

WHEREAS, the District presently has outstanding certain Prior RD Bonds (as hereinafter defined), which Prior RD Bonds are payable from and secured by a pledge of the revenues derived from the operation of the System; and

WHEREAS, all of the Prior RD Bonds were sold to and are presently held by the United States Department of Agriculture, acting through Rural Development ("RD"); and

WHEREAS, all of the Prior RD Bonds are in default as to the payment of principal and interest thereon; and

WHEREAS, it is the desire and intent of the District at this time to authorize the issuance of the Estill County Water District No. 1 Waterworks Revenue Bonds, Series A through F (collectively, the "Replacement Bonds") to replace and be substituted for and provide for the reamortization and reduction in interest rates of the Prior RD Bonds in order to allow the District to become current on its debt service payments; and

WHEREAS, RD Staff Instruction 1782-1 [specifically Sections 1782-20(l) and (m)] allows for RD to reamortize and readjust the interest rates on outstanding delinquent Water and Waste loans issued under the Water and Environmental Programs regulations, and

WHEREAS, the District, through assistance from the Kentucky RD office, has applied for and received approval from the RD National Office, pursuant to RD Staff Instruction 1782-1, to reamortize the principal and interest of, and adjust the interest rates on the outstanding Prior RD Bonds,

NOW, THEREFORE, IT IS HEREBY RESOLVED BY THE BOARD OF COMMISSIONERS OF THE ESTILL COUNTY WATER DISTRICT NO. 1, AS FOLLOWS:

Section 101. Definitions. As used in this Resolution, unless the context requires otherwise:

"Act" refers to Chapters 58 and 74 of the Kentucky Revised Statutes.

"Beginning Month" refers to the month following the month in which the Replacement Bonds authorized herein are issued, substituted and delivered to RD.

"Bond Counsel" refers to an attorney or firm of attorneys recognized nationally as experts in the field of municipal bond law and shall be deemed to refer to Rubin & Hays, Louisville, Kentucky, or their successors.

"Bondowner" or "Owner" refer to registered Owners of the Replacement Bonds at the time issued and outstanding hereunder.

"Bonds" collectively refers to the Replacement Bonds and any other outstanding bonds of the District.

"Bonds of 1991A" or "Series 1991A Bonds" refer to the outstanding Estill County Water District No. 1 Waterworks Revenue Bonds of 1991, Series A, dated September 3, 1992, in the original authorized principal amount of \$521,000, bearing interest at the rate of 5.00% per annum.

"Bonds of 1991B" or "Series 1991B Bonds" refer to the outstanding Estill County Water District No. 1 Waterworks Revenue Bonds of 1991, Series B, dated September 3, 1992, in the original authorized principal amount of \$101,000, bearing interest at the rate of 5.00% per annum.

"Bonds of 1996" or "Series 1996 Bonds" refer to the outstanding Estill County Water District No. 1 Waterworks Revenue Bonds, Series 1996, dated January 30, 1997, in the original authorized principal amount of \$505,000, bearing interest at the rate of 4.50% per annum.

"Bonds of 2000" or "Series 2000 Bonds" refer to the outstanding Estill County Water District No. 1 Waterworks and Sewer Revenue Bonds, Series 2000, dated March 10, 2000, in the original authorized principal amount of \$975,000, bearing interest at the rate of 4.50% per annum.

"Bonds of 2006" or "Series 2006 Bonds" refer to the outstanding Estill County Water District No. 1 Water and Sewer Revenue Bonds, Series 2006, dated December 22, 2006, in the original authorized principal amount of \$945,000, bearing interest at the rate of 4.125% per annum.

"Bonds of 2014" or "Series 2014 Bonds" refer to the outstanding Estill County Water District No. 1 Waterworks Revenue Bonds, Series 2014, dated July 10, 2014, in the original authorized principal amount of \$1,699,000, bearing interest at the rate of 2.375% per annum.

"Bond Resolution of 1991" or "1991 Bond Resolution" refer to the Resolution authorizing the Bonds of 1991A and the Bonds of 1991B, duly adopted by the Board of Commissioners of the District on November 27, 1991.

"Bond Resolution of 1996" or *"1996 Bond Resolution"* refer to the Resolution authorizing the Bonds of 1996, duly adopted by the Board of Commissioners of the District on July 30, 1996.

"Bond Resolution of 2000" or *"2000 Bond Resolution"* refer to the Resolution authorizing the Bonds of 2000, duly adopted by the Board of Commissioners of the District on October 13, 1999.

"Bond Resolution of 2006" or *"2006 Bond Resolution"* refer to the Resolution authorizing the Bonds of 2006, duly adopted by the Board of Commissioners of the District on July 8, 2006.

"Bond Resolution of 2014" or *"2014 Bond Resolution"* refer to the Resolution authorizing the Bonds of 2014, duly adopted by the Board of Commissioners of the District on August 29, 2013.

"Chairman" refers to the elected or appointed Chairman or Chairperson of the Commission.

"Code" refers to the Internal Revenue Code of 1986, as amended, and the Treasury Regulations relating thereto.

"Commission" refers to the Board of Commissioners of the District, or such other body as shall be the governing body of said District under the laws of Kentucky at any given time.

"District" refers to the Estill County Water District No. 1 of Estill County, Kentucky.

"Fiscal Year" refers to the annual accounting period of the District, beginning on January 1, and ending on December 31, of each year.

"Government" refers to the United States of America, or any agency thereof, including RD.

"Modification Agreement" refers to the modification agreement by and between the District and RD, as owner of the outstanding Prior RD Bonds, dated as of the date of issuance of the Replacement Bonds.

"Outstanding Bonds" refers to the outstanding Bonds, and does not refer to, nor include, any Bonds for the payment of the principal and interest of which sufficient funds will have been deposited and earmarked for payment of Bonds; provided all Outstanding Bonds of any series held by the RD shall be deemed to constitute Outstanding Bonds until paid regardless of the deposit of funds to pay for same.

"Prior RD Bonds" refers collectively to the Bonds of 1991A, the Bonds of 1991B, the Bonds of 1996, the Bonds of 2000, the Bonds of 2006 and the Bonds of 2014.

"Prior RD Bond Resolution" refers collectively to the 1991 Bond Resolution, the 1996 Bond Resolution, the 2000 Bond Resolution, the 2006 Bond Resolution and the 2014 Bond Resolution.

"RD" refers to the United States Department of Agriculture, acting through Rural Development.

"Replacement Bond Resolution" or "Resolution" refer to this Resolution authorizing the issuance of the Replacement Bonds to replace and be substituted for the Prior RD Bonds.

"Replacement Bonds" collectively refers to the Estill County Water District No. 1 Waterworks Revenue Bonds, Series 2018 in the aggregate principal amount set forth in the Modification Agreement, consisting of Series A Bonds, Series B Bonds, Series C Bonds, Series D Bonds, Series E Bonds and Series F Bonds, all of which are authorized by this Resolution, to be dated as of the date of issuance thereof.

"Secretary" refers to the elected or appointed Secretary of the Commission.

"System" refers to the existing water system of the District, together with all extensions, additions and improvements to said System.

"Treasurer" refers to the elected or appointed Treasurer of the Commission.

All words and terms importing the singular number shall, where the context requires, import the plural number and vice versa. Unless otherwise indicated, references to Articles or Sections refers to those in this Resolution.

Section 102. Authorization of Reamortization of Prior RD Bonds through the Issuance of the Replacement Bonds. The Prior RD Bonds are currently in default as to the payment of principal and interest thereon. The District desires to reamortize the principal and interest due and owing on the Prior RD Bonds and reduce the current interest rates thereon through the issuance of the Replacement Bonds in order to allow the District become current on its debt service payments.

Accordingly, the District hereby authorizes the issuance of the Replacement Bonds which shall be substituted for and replace the outstanding Prior RD Bonds.

The Replacement Bonds shall be dated as of the date of delivery to RD; shall bear interest from such date at such interest rate as may be prescribed by RD; and shall be issued and delivered as prescribed in Section 107 hereof.

Interest on the Replacement Bonds shall be payable semiannually on February 1 and August 1 of each year, provided that the first interest payment period will cover interest only from the date of delivery of the Replacement Bonds to the ensuing February 1 or August 1, as the case may be. Principal of the Replacement Bonds shall be payable on February 1 of each of the respective years until maturity, as set out in Section 106 hereof.

Section 103. Approval of Modification Agreement. The District hereby approves the terms and conditions in the Modification Agreement and authorizes the Chairman to execute said Modification Agreement with the Corporate Seal of the District affixed thereto and attested by the signature of the Secretary.

Section 104. Recognition of Prior RD Bonds. The District hereby expressly recognizes and acknowledges that the District has previously created for the benefit and protection of the owners of the Prior RD Bonds, a certain lien and pledge and certain security rights relating to the System, all as set forth in the Prior RD Bonds and the Prior RD Bond Resolution.

Section 105. Replacement Bonds Shall be Payable Out of Gross Revenues. The Replacement Bonds shall continue to be secured by and payable solely out of the gross revenues of the System as provided in the Prior RD Bond Resolution.

Section 106. Principal Payments. Principal payments due on the Replacement Bonds shall be as set forth in the Modification Agreement.

Section 107. Issuance of Replacement Bonds; Bond Form. RD shall take delivery of the Replacement Bonds in the form of one or more fully registered bonds, as set forth in **Exhibit A** attached hereto and incorporated herein, amounting in the aggregate to the principal amount of the Replacement Bonds authorized herein. The Replacement Bonds shall be numbered R-1 and consecutively upward thereafter. Such Replacement Bonds shall, upon appropriate execution on behalf of the District as prescribed, constitute the entire bond issue herein authorized, shall be negotiable (subject to registration requirements as to transferability), registered as to principal and interest and payable as directed by RD.

Section 108. Place of Payment and Manner of Execution. Both principal of and interest on the Replacement Bonds shall be payable at the place and in the manner set out in the form of such Replacement Bond. The Replacement Bonds shall be executed on behalf of the District by the manual or facsimile signature of the Chairman of the District, with the Corporate Seal of the District affixed thereto and attested by the manual or facsimile signature of the Secretary of said District.

If either of the officers whose signatures appear on the Replacement Bonds ceases to be such officer before delivery of said Replacement Bonds, such signatures shall nevertheless be valid for all purposes the same as if such officers had remained in office until delivery.

Section 109. Provisions as to Prepayment. The Replacement Bonds shall be subject to prepayment by the District at any time in accordance with any applicable RD regulations.

Section 110. Arbitrage Limitations. The District covenants and certifies, in compliance with the Code, on the basis of known facts and reasonable expectations on the date of adoption of this Resolution, that it is not expected that the proceeds of the Bonds will be used in a manner which would cause the Bonds to be "arbitrage bonds" within the meaning of Section 148 of the Code. The District covenants to the Owners of the Bonds that (1) the District will make no use of the proceeds of said Bonds which, if such use had been reasonably expected on the date of issue of such Bonds, would have caused such Bonds to be "arbitrage bonds"; and (2) the District will comply with all of the requirements of the Code to whatever extent is necessary to assure that the Bonds shall not be treated as or constitute "arbitrage bonds" and that the interest on the Bonds shall be excludable from gross income for federal income tax purposes.

Prior to or at the time of delivery of the Replacement Bonds, the Chairman and/or the Treasurer (who are jointly and severally charged with the responsibility for the issuance of the Replacement Bonds) are authorized to execute such certifications as shall be required by Bond Counsel, setting out all known and contemplated facts concerning the anticipated construction, expenditures and investments, including the execution of necessary and/or desirable certifications of the type contemplated by Section 148 of the Code in order to assure that interest on the Replacement Bonds shall be excludable from gross income for federal income tax purposes and that the Replacement Bonds will not be treated as "arbitrage bonds".

Section 111. Funds. The District has provided for the flow of funds in the Prior RD Bond Resolution which provisions shall continue in force and inure to the security and benefit of the Replacement Bonds, the same as if such provisions and proceedings were set out in full herein

Section 112. Prior Bond Resolution Provisions Applicable to the Replacement Bonds. The District shall comply all of the provisions and covenants contained in the Prior RD Bond Resolution which shall remain in full force and effect, as same shall apply to the Replacement Bonds which provisions and covenants are hereby specifically ratified and confirmed.

Section 113. Covenant of District to Take All Necessary Action To Assure Compliance with the Code. In order to assure RD that such Replacement Bonds shall continue to be legal and that interest thereon will continue to be excludable from gross income for federal income tax purposes and exempt from all Kentucky income taxation, the District covenants to and with RD to take the following action:

(a) The District will (1) take all actions necessary to comply with the provisions of the Code necessary to assure that interest on the Replacement Bonds will be excludable from gross income for federal income tax purposes; (2) will take no actions which will violate any of the provisions of the Code; and (3) not use the proceeds of the Replacement Bonds for any purpose which will cause interest on the Replacement Bonds to become includable in gross income for federal income tax purposes.

(b) The District further certifies that the Replacement Bonds are not "private activity bonds" within the meaning of the Code.

(c) The District covenants and agrees to comply with the rebate requirements imposed by Section 148 of the Code, and in the event it is determined by the District, upon the advice of Bond Counsel, any fund associated with the Replacement Bonds is subject to said rebate requirements and does in fact generate earnings from "non-purpose investments" in excess of the amount which said investments would have earned at a rate equal to the "yield" on the Replacement Bonds, plus any income attributable to such excess, there shall be established a separate and special fund, which fund shall be designated the "Excess Earnings and Rebate Fund", which shall be utilized for the collection and payment of any excess generated from investments and the remittance thereof to the United States of America on or before the anniversary of the fifth (5th) year from the date of the Replacement Bonds, and once every five (5) years thereafter until the final retirement of the Replacement

Bonds; the last installment, to the extent required, to be made no later than sixty (60) days following the date on which funds sufficient for the complete retirement of the Replacement Bonds are deposited with any escrow agent. The District further covenants to file any and all reports, if any, as may be required to be filed with the Government with regard to the liability or non-liability of the District as to any such rebate requirements and to maintain records in regard thereto for the period of time required by applicable Treasury regulations.

Section 114. Severability Clause. If any section, paragraph, clause or provision of this Resolution shall be held invalid, the invalidity of such section, paragraph, clause or provision shall not affect any of the remaining provisions of this Resolution, which shall continue in full force and effect.

Section 115. All Provisions in Conflict Repealed. All motions, resolutions and orders, or parts thereof, in conflict with the provisions of this Resolution, are to the extent of such conflict hereby repealed. It is hereby specifically ordered and provided that any proceedings heretofore taken for the issuance of other bonds of the District payable or secured in any manner by all or any part of the income and revenues of said System or any part thereof, and which have not been heretofore issued and delivered, are hereby revoked and rescinded, and none of such other bonds shall be issued and delivered. The District covenants to correct by appropriate proceedings any required procedure previously taken invalidly.

Section 116. Effective Immediately Upon Adoption. This Resolution shall take effect and be effective immediately upon its adoption.

Adopted this December 7, 2018.

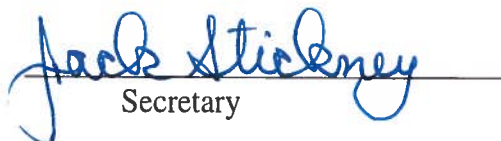
Estill County Water District No. 1



Chairman

(Seal of District)

Attest:



Secretary

CERTIFICATION

I, the undersigned, hereby certify that I am the duly qualified and acting Secretary of the Estill County Water District No. 1, and that the foregoing Resolution is a true copy of a Resolution duly adopted by the Board of Commissioners of said District, signed by the Chairman of said District and attested under Seal by me as Secretary, at a properly convened meeting of said Board of Commissioners held on December 7, 2018, as shown by the official records of said District in my custody and under my control.

I further certify that said meeting was duly held in accordance with all applicable requirements of Kentucky law, including KRS 61.810, 61.815, 61.820 and 61.825, that a quorum was present at said meeting, that said Resolution has not been modified, amended, revoked or repealed, and that same is now in full force and effect.

IN TESTIMONY WHEREOF, witness my signature as Secretary and the official Seal of the District this December 7, 2018.


Secretary

(Seal of District)

EXHIBIT A

(FORM OF FULLY REGISTERED BOND)

**UNITED STATES OF AMERICA
COMMONWEALTH OF KENTUCKY
ESTILL COUNTY WATER DISTRICT NO. 1
WATERWORKS REVENUE BONDS, SERIES 2018 __**

No. R-

Interest Rate: 2.375%

\$

KNOW ALL PERSONS BY THESE PRESENTS:

That the Estill County Water District No. 1 (the "District"), acting by and through its Board of Commissioners (the "Commission"), a public body corporate in Estill County, Kentucky, for value received, hereby promises to pay to

the registered owner hereof, or to its registered assigns, solely from the fund hereinafter identified, the sum of

_____ DOLLARS (\$ _____),

on the first day of February, in years and installments as follows:

<u>Year</u>	<u>Principal</u>	<u>Year</u>	<u>Principal</u>	<u>Year</u>	<u>Principal</u>
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[Here the printer of the Current Bond will print the maturities of the Current Bonds purchased by the registered Owner]

and in like manner, solely from said fund, to pay interest on the balance of said principal sum from time to time remaining unpaid, at the Interest Rate specified above, semiannually on the first days of February and August in each year, beginning with the first February or August after the date of this Bond, until said sum is paid, except as the provisions hereinafter set forth with respect to prepayment may be and become applicable hereto, both principal and interest being payable, without deduction for exchange or collection charges, in lawful money of the United States of America, at the address of the registered owner shown on the registration book of the District.

This Bond is issued by the District under and in full compliance with the Constitution and Statutes of the Commonwealth of Kentucky, including Chapters 58 and 74 of the Kentucky Revised

Statutes (collectively the "Act"), and pursuant to a duly adopted Resolution of the District authorizing same (the "Replacement Bond Resolution") for the purpose of reamortizing the outstanding Estill County Water District No. 1 Waterworks Revenue Bonds, Series _____, dated _____ (the "____ Bonds"), authorized by a Resolution adopted by the Commission of the District on _____ (the "____ Bond Resolution"). This Bond is being issued to replace and be substituted for the _____ Bonds which are currently in default as to the payment of principal and interest thereon and reference is hereby made to the _____ Bond Resolution, which shall remain in full force and effect, for a description of the nature and extent of the security thereby created, the rights and limitations of rights of the registered owner of this Bond, and the rights, obligations and duties of the District,

This Bond is issued is payable from and secured by a pledge of the gross revenues to be derived from the operation of the waterworks system (the "System") all as provided for in the _____ Bond Resolution.

This Bond is subject to prepayment at any time in accordance with any applicable regulations of the United States Department of Agriculture.

This Bond does not constitute an indebtedness of the District within the meaning of any constitutional or statutory provisions or limitations and is payable solely out of the revenues of the System. As provided in the _____ Bond Resolution, the District covenants that so long this Bond is outstanding, the System will be continuously owned and operated by the District as a revenue producing public undertaking within the meaning of the aforesaid Act for the security and source of payment of this Bond, and that the District will fix, and if necessary adjust, from time to time, such rates for the services and facilities of the System and will collect and account for the revenues therefrom sufficient to pay promptly the principal of and interest on this Bond, to pay the cost of operation and maintenance of the System and to provide for the depreciation thereof.

This Bond shall be registered as to principal and interest in the name of the owner hereof, after which it shall be transferable only upon presentation to the Secretary of the District as the Bond Registrar, with a written transfer duly acknowledged by the registered owner or its duly authorized attorney, which transfer shall be noted upon this Bond and upon the registration book of the District kept for that purpose.

It is hereby certified, recited and declared that all acts, conditions and things required to exist, happen and be performed precedent to and in the issuance of this Bond, do exist, have happened and have been performed in due time, form and manner as required by law, and that the face amount of this Bond, together with all other obligations of the District, does not exceed any limit prescribed by the Constitution or Statutes of the Commonwealth of Kentucky.

IN WITNESS WHEREOF said Estill County Water District No. 1, by its Board of Commissioners, has caused this Bond to be executed by its Chairman, its corporate seal to be hereunto affixed, and attested by its Secretary, on the date of this Bond, which is

ESTILL COUNTY WATER DISTRICT NO. 1

By _____
Chairman

Attest:

Secretary

(Seal of District)

PROVISION FOR REGISTRATION

This Bond shall be registered on the registration book of the District kept for that purpose by the Secretary, as Bond Registrar, upon presentation hereof to said Secretary, who shall make notation of such registration in the registration blank, and this Bond may thereafter be transferred only upon written transfer acknowledged by the registered owner or its attorney, such transfer to be made on said book and endorsed hereon.

Date of Registration	Name of Registered Owner	Signature of Bond Registrar

ASSIGNMENT

For value received, this Bond is hereby assigned, without recourse and subject to all of its terms and conditions, unto _____, this ____ day of _____, _____.

By: _____

EXHIBIT D

NOTICE

On December 1, 2023, Estill County Water District No. 1 filed an application with the Kentucky Public Service Commission to adjust its monthly rates for water service. Estill County Water District No. 1 is making this application to comply with the Kentucky Public Service Commission’s Order of June 3, 2022 in Case No. 2021-00064. Estill County Water District No. 1’s application will be filed pursuant to the procedures set forth in 807 KAR 5:076. Under those procedures, the proposed rates may not be placed into effect until the Kentucky Public Service Commission has issued an order approving the proposed rates or six (6) months from the date of the filing of the application, whichever occurs first.

Estill County Water District No. 1 proposes the following rates for water service:

	Present Rate	Proposed Rate	Change (\$)	Change (%)
5/8-Inch x 3/4-Inch Meter				
First 2,000 Gallons	\$ 21.58 Minimum Bill	\$ 25.64 Minimum Bill	\$ 4.06	18.81
Next 3,000 Gallons	0.01053 Per Gallon	0.01251 Per Gallon	0.00198 Per Gallon	18.80
Next 5,000 Gallons	0.01031 Per Gallon	0.01225 Per Gallon	0.00194 Per Gallon	18.82
Over 10,000 Gallons	0.00820 Per Gallon	0.00974 Per Gallon	0.00154 Per Gallon	18.78
1-Inch Meter				
First 5,000 Gallons	\$ 53.18 Minimum Bill	\$ 63.17 Minimum Bill	\$ 9.99	18.79
Next 5,000 Gallons	0.01031 Per Gallon	0.01225 Per Gallon	0.00194 Per Gallon	18.82
Over 10,000 Gallons	0.00820 Per Gallon	0.00974 Per Gallon	0.00154 Per Gallon	18.78
2-Inch Meter				
First 16,000 Gallons	\$153.95 Minimum Bill	\$182.98 Minimum Bill	\$28.09	18.78
Over 16,000 Gallons	0.00820 Per Gallon	0.00974 Per Gallon	0.00154 Per Gallon	18.78
Other				
Powell’s Valley WD	0.00413 Per Gallon	0.00491 Per Gallon	0.00078 Per Gallon	18.89

Estill County Water District No. 1 further proposes to eliminate its Bulk Loading Station Rate, which is currently \$0.00729 per gallon.

If the Public Service Commission approves the proposed water rate, the increase in a customer’s monthly bill will be:

Customer	Average Usage (gals)	Monthly Bill at Current Rate	Monthly Bill at Proposed Rate	Monthly Bill Increase (%)
5/8-Inch x 3/4-Inch	3,075	\$ 32.90	\$39.08	18.78
1-Inch	15,365	\$148.72	\$176.68	18.80
2-Inch	28,900	\$259.73	\$308.63	18.83

The Kentucky Public Service Commission has established Case No. 2023-00371 to review Estill County Water District No. 1’s application. Any person may examine this application at Estill County Water District No. 1’s office, 76 Cedar Grove Road, Irvine, Kentucky, Monday through Friday, 8:00 a.m. to 4:00 p.m., or at the Kentucky Public Service Commission’s offices at 211 Sower Boulevard, Frankfort, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m., or through the Public Service Commission’s Web site at <https://psc.ky.gov/Case/ViewCaseFilings/2023-371>.

Comments regarding the application may be submitted to the Kentucky Public Service Commission through the Commission's Web Site at <https://psc.ky.gov/Case/SearchCasesPublicComments> or by e-mail to psced@ky.gov or by mail to the Public Service Commission, P.O. Box 615, Frankfort, Kentucky 40602.

The rates contained in this notice are the rates proposed by Estill County Water District No. 1. However, the Kentucky Public Service Commission may order rates to be charged that differ from the proposed rates. Such action may result in rates for consumers other than the rates in this notice.

A person may submit a timely written request for intervention to the Kentucky Public Service Commission, P.O. Box 615, Frankfort, Kentucky 40602, establishing the grounds for the request including the person's status and interest. If the Kentucky Public Service Commission does not receive a written request for intervention within thirty (30) days of the initial publication of notice, it may take final action on the proposed rates.

Estill County Water District No. 1

First Publication of Revised Notice: December 20, 2023

EXHIBIT E

Gerald Wuetcher

From: Audrea Miller <a.miller@estillcountywater.com>
Sent: Thursday, December 14, 2023 2:30 PM
To: Gerald Wuetcher
Subject: FW: Estill Water Public Notice

CAUTION: This email originated from outside of the organization. Do not click links or open attachments unless you recognize the sender and know the content is safe.

From: Audrea Miller
Sent: Thursday, December 14, 2023 2:30 PM
To: 'TRACY PATRICK' <estilltribune@outlook.com>
Subject: RE: Estill Water Public Notice

Okay, thank you!

From: TRACY PATRICK <estilltribune@outlook.com>
Sent: Thursday, December 14, 2023 1:12 PM
To: Audrea Miller <a.miller@estillcountywater.com>
Subject: RE: Estill Water Public Notice

Thanks
They will run
December 20
December 29 &
January 5, 2024

Sent from [Mail](#) for Windows

From: [Audrea Miller](#)
Sent: Thursday, December 14, 2023 1:06 PM
To: [TRACY PATRICK](#)
Subject: Estill Water Public Notice

Tracy,

Would you please run the attached notice in the next three (3) issues of the newspaper? I will also need tear sheets and affidavit once they have run. If you have any questions, please feel free to contact me.

Thank you,

Audrea Miller
General Manager
Estill County Water District
76 Cedar Grove Road
Irvine, KY 40336
606-723-3795 ext. 103



EXHIBIT F

CURRENT AND PROPOSED RATES
(List Applicant's Current and Proposed Rates)

	Present Rate	Proposed Rate
	5/8-Inch x 3/4-Inch Meter	
First 2,000 Gallons	\$ 21.58 Minimum Bill	\$ 25.64 Minimum Bill
Next 3,000 Gallons	0.01053 Per Gallon	0.01251 Per Gallon
Next 5,000 Gallons	0.01031 Per Gallon	0.01225 Per Gallon
Over 10,000 Gallons	0.00820 Per Gallon	0.00974 Per Gallon
	1-Inch Meter	
First 5,000 Gallons	\$ 53.18 Minimum Bill	\$ 63.17 Minimum Bill
Next 5,000 Gallons	0.01031 Per Gallon	0.01225 Per Gallon
Over 10,000 Gallons	0.00820 Per Gallon	0.00974 Per Gallon
	2-Inch Meter	
First 16,000 Gallons	\$153.95 Minimum Bill	\$182.98 Minimum Bill
Over 16,000 Gallons	0.00820 Per Gallon	0.00974 Per Gallon
	Other	
Powell's Valley WD	0.00413 Per Gallon	0.00491 Per Gallon

Estill County Water District No. 1 further proposes to eliminate its Bulk Loading Station Rate, which is currently \$0.00729 per gallon.