

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

IN THE MATTER OF:

ELECTRONIC APPLICATION OF JESSAMINE-
SOUTH ELKHORN WATER DISTRICT FOR
APPROVAL TO REFINANCE INDEBTEDNESS

CASE NO. 2024-00298

**JESSAMINE-SOUTH ELKHORN WATER DISTRICT'S RESPONSE TO
COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION**

Respectfully submitted,

/s/ Bruce E. Smith

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REQUEST NO. 1: Provide a schedule of prior refinancings of debt. In that schedule, explain why the debt was not converted to long term financing without balloon payments.

RESPONSE: As the Commission is aware from the proceeding in Case No. 2022-00344, the loans at Central Bank were initiated in 2014 for 5-year terms and renewed for additional 5-year terms in 2019. The balloon payments at initiation and renewal were done upon recommendation by then Chairman, L. Nicholas Strong.

Witness: James F. Hall

REQUEST NO. 2: Explain the arrangement Jessamine-South Elkhorn has with the bank for the existing loans which matured on September 30, 2024, given that it did not apply for refinancing until October 7, 2024.

RESPONSE: The bank verbally agreed to wait until the approval process with the Commission was finished and the District continued to make scheduled payments during the interim.

Witness: James F. Hall

REQUEST NO. 2: Explain how Jessamine-South Elkhorn plans to fund the balloon payment on the proposed mortgage loan in year five.

RESPONSE: It is planned to fully retire the debt on or before year five.

Witness: James F. Hall

