

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

IN THE MATTER OF:

ELECTRONIC APPLICATION OF ROWAN WATER, INC. FOR APPROVAL OF WATER TRAINING))	CASE NO. 2025-00133
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NOTICE OF FILING

Comes now Rowan Water, Inc., its individual directors and its general manager (collectively, “Rowan Water”), and Honaker Law Office, PLLC (“Joint Applicants”) to give notice of the filing of the following documents:

1. A sworn statement attesting that the accredited instruction entitled “**Rowan Water 2025 Training**” was performed on June 12, 2025 (Exhibit 1).
2. There were minor editing changes made to the materials proposed as curriculum filed with the Commission and an agenda, and a copy of the final edited presentation provided in electronic form to the attendees is attached as Exhibit 2.
3. The name of each attending water utility Commissioner, Director, and Manager and the number of hours that they attended is attached as Exhibit 3.
4. Attendees appeared in person.
5. The only written materials provided to the attendees were copies of the agenda.

Dated this 10th day of July, 2025.

Respectfully submitted,

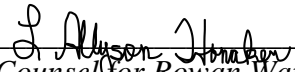


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Counsel for Rowan Water, Inc.

CERTIFICATE OF SERVICE

This is to certify that foregoing was submitted electronically to the Commission on July 10, 2025 and that there are no parties that have been excused from electronic filing. Pursuant to prior Commission orders, no paper copies of this filing will be submitted.



Counsel for Rowan Water, Inc.

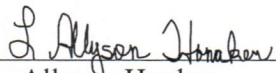
Exhibit 1

COMMONWEALTH OF KENTUCKY)
)
COUNTY OF FAYETTE)

AFFIDAVIT

L. Allyson Honaker of Honaker Law Office, PLLC, Counsel for Rowan Water, Inc., being duly sworn, states that:

1. She has served as organizer and presenter of the water training program entitled “**Rowan Water 2025 Training**” in the above-referenced case.
2. “**Rowan Water 2025 Training**” was held on June 12, 2025, at the offices of Rowan County Water Association, 1765 Christy Creek Road, Morehead, Kentucky 40351.
3. The presentations listed in the proposed agenda submitted to the Kentucky Public Service Commission in this matter were conducted for the length of time specified, a total of 5 hours of instruction.
4. Each attendee was provided in paper medium a copy of the agenda and each presentation was provided in electronic form.



L. Allyson Honker
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The foregoing Verification was signed, acknowledged and sworn to before me this 10th day of July, 2025, by L. Allyson Honaker of Honaker Law Office, PLLC, Counsel for Rowan Water, Inc..



Notary Commission No. KYNT 98715

Commission expiration: April 9, 2029

Exhibit 2

Kentucky Infrastructure Authority

Grant and Loan Programs

June 12, 2025



Authorization of KIA

- Created by General Assembly
 - Collaboration with DOW under Memorandum of Agreement
- Purpose:
 - Provide Financial Assistance for Water / Wastewater Facilities
 - Maintain Water Resources Information System
- 11 member Board of Directors

KIA Board – Ex-Officio Members

Five Ex-Officio members:

- Commissioner of Department for Local Government
- Secretary of Finance and Administration Cabinet
- Secretary of Cabinet for Economic Development
- Secretary of Energy and Environment Cabinet
- Executive Director of Public Service Commission

KIA Board – At Large Members

Six at-large members appointed by the Governor:

- Kentucky Association of Counties
- Kentucky League of Cities
- Kentucky Rural Water Association
- Kentucky Section of the American Water Works Association
- Kentucky Municipal Utilities Association
- For-Profit Water Companies

KIA Primary Functions

- Administer Loan Programs for eligible infrastructure projects
- Administer Grants identified by the General Assembly, including water and sewer projects
- Maintain the Water Resource Information System (WRIS) and provide technical support to the Water Management Councils

Overview of KIA

- \$1.67 billion in assets
- Administering 845 grants
- 583 active loans
 - 4 programs
 - 2 state programs, 2 federal programs
- 227 borrowers



Eligible Infrastructure Projects

- Construction or acquisition of treatment works, distribution facilities, water resources projects
- Solid waste projects, dams, storm water control treatment systems
- Gas or electric utility
- Or any other public utility or public service project which the authority finds would assist in carrying out the purposes set out in KRS 224A.300

Eligible Borrowers

- Governmental Agencies
 - City
 - County
 - Water and Sewer/Sanitation District
 - Water Association
 - Water Commission
- For the CWSRF or DWSRF Programs, the project **MUST BE** listed on the SRF Priority List

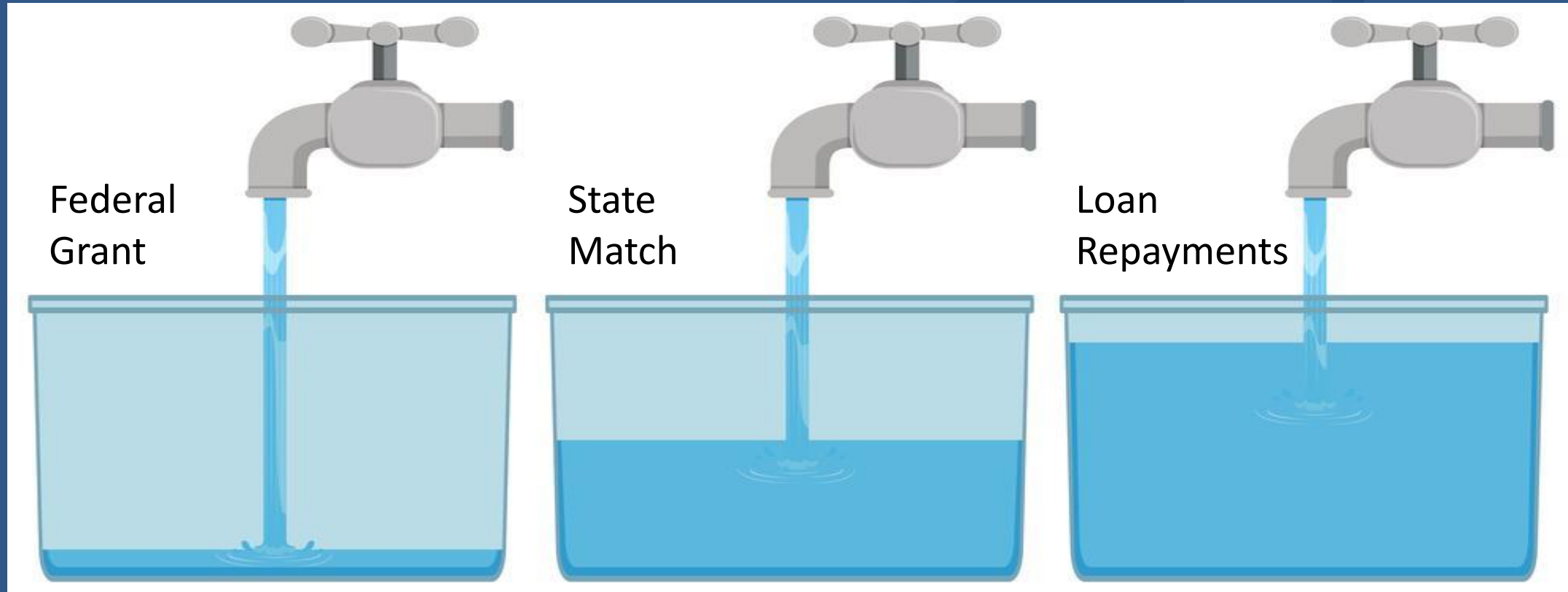
KIA Loan Programs

- Clean Water State Revolving Fund (Fund A) - Federal
- Drinking Water State Revolving Fund (Fund F) - Federal
- Infrastructure Revolving Fund (Fund B) - State
- Governmental Agencies Program (Fund C) - State

Available Loan Funds

Loan Program	FY26 Funding
Fund A (CWSRF)	\$120,848,780
Fund F (DWSRF)	\$89,671,079
Fund B	\$11,391,124
Fund C	\$11,457,830
Total	\$233,368,813

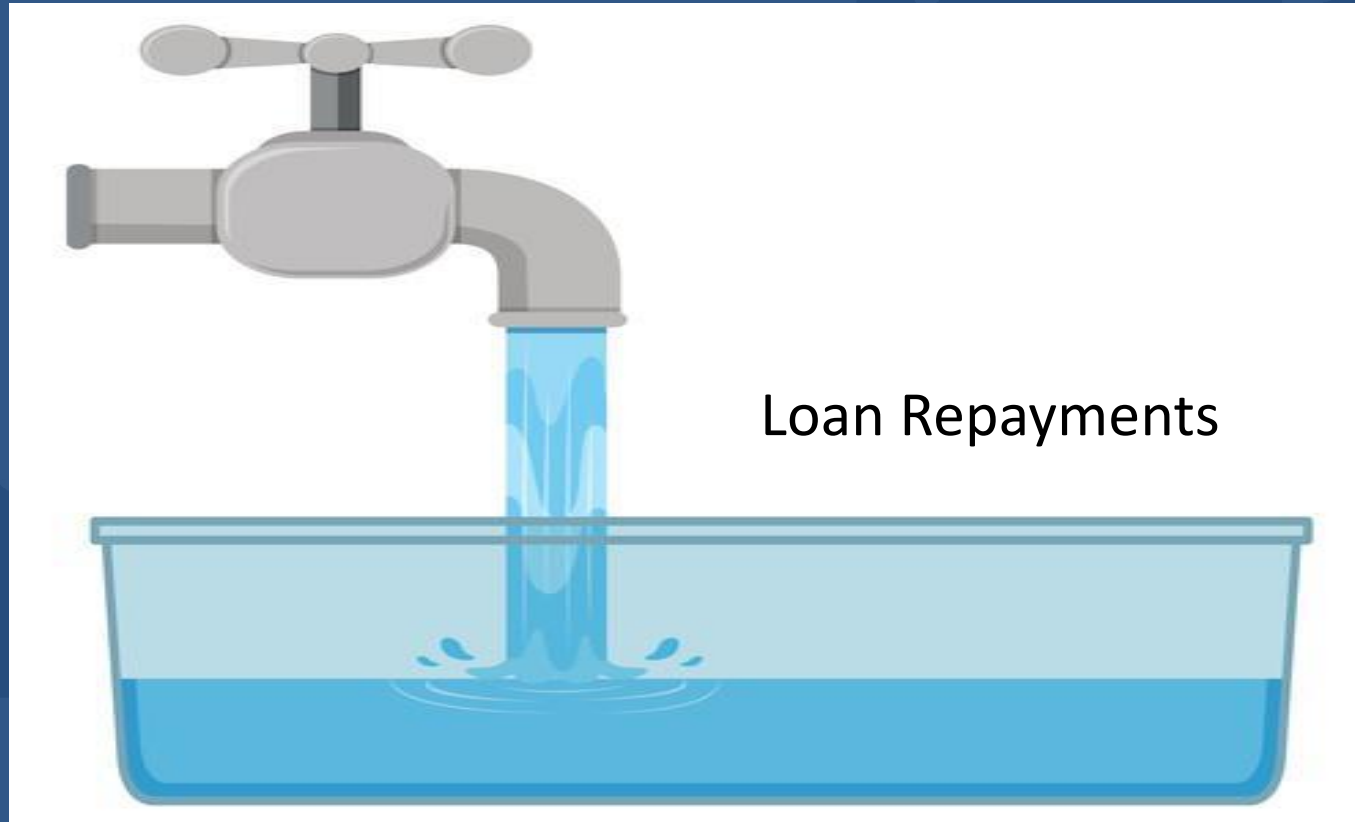
Where do we get our money? (Funds A & F)



Infrastructure Investments and Jobs Act (IIJA)

- Signed into law in November 2021
- Historic investment in drinking water and wastewater systems
- Over \$40 billion across United States
- 5 additional capitalization grants for over 5 years
- Over \$500 million estimated to Kentucky
- Additional principal forgiveness, federal requirements

Where do we get our money? (Funds B & C)



Current Interest Rates

- Funds A,B, and F
 - Standard rate - 2.25%
 - Non-standard (a) rate - 1.25%
 - Non-standard (b) rate - 0.50%
- Fund C
 - 1 – 5 years - 1.75%
 - 6 – 10 years - 2.25%
 - 11 – 20 years - 2.75%

Principal Forgiveness

- Additional subsidization provided in disadvantaged communities
- System area MHI
- Project area MHI
- Affordability Index – Annual cost per 4,000 gallons/MHI

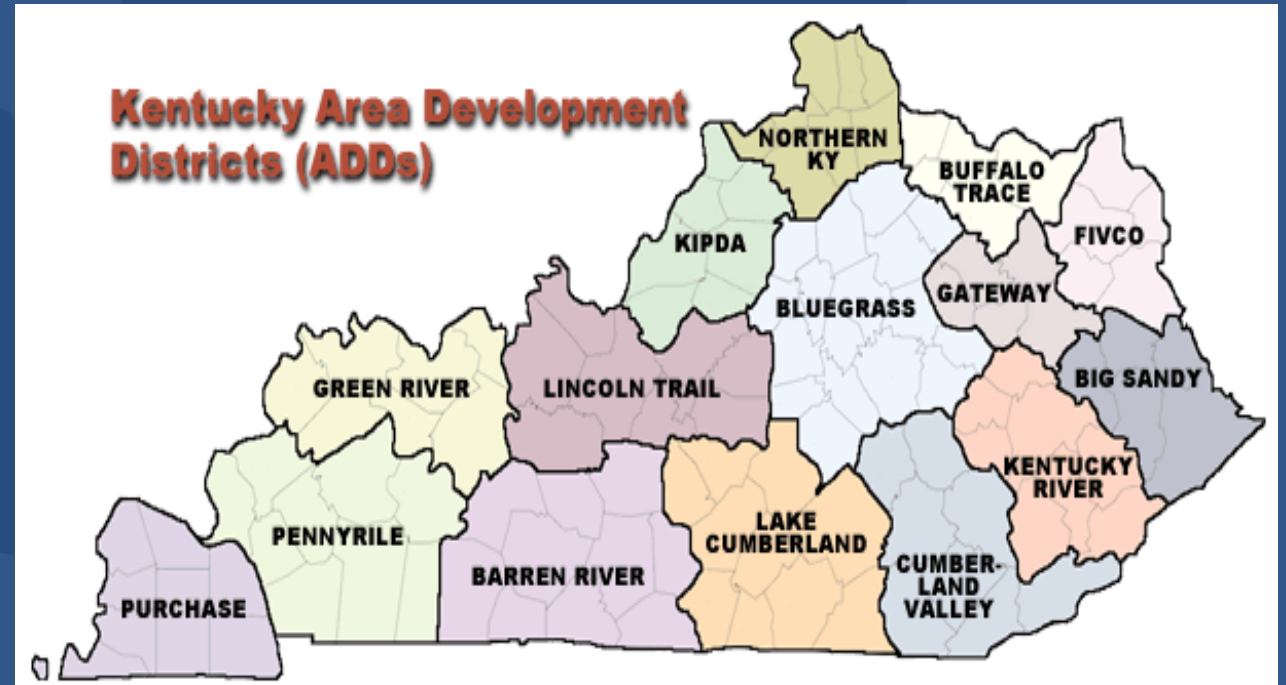
Funds B/C Loan Process

- First Come, First Serve
- Letter of Intent
- Funding Invitation
- Application Documents
- Credit Analysis
- Approvals (KIA/CPBO)
- Loan Agreement



Getting Started

- Contact ADD Water Management Coordinator
- Pre-Application Form
 - Project description/need
 - Budget
 - Project schedule
 - Detailed project info
- WRIS Project Profile



Funds A/F Loan Process

- Call for Projects
- DOW Scores/Ranks Projects
- KIA Project Priority List
- Loan Invitations
- Application Documents
- Credit Analysis
- Approvals (KIA/CPBO)
- Loan Agreement



Funds A (CWSRF) and F (DWSRF) Pre-application

WRIS Portal

Kentucky.gov

Kentucky Infrastructure Authority

Office of the Governor

About Us

Loan Programs

Loan Calculator

WRIS

Internet Mapping

WRIS Portal

System Data

Project Profile Data

Cleaner Water Program Funding

SRF Project Funding

Area Water Management Planning Councils

Downloadable Reports

Water Management Coordinators

ADD GIS Staff

Legislation & Regulations

WRIS Contact

Don Schierer
502-892-3486
E-mail

Water Resource Information System

TeamKentucky

Kentucky WRIS Portal

Reload << Click here to reload the last saved version of this page.

Login: Login

WRIS Project Profile

Search the WRIS for drinking water or waste water projects by entering any combination of the following fields:

Regulatory Framework: Safe Drinking Water Act (Water)

Area Dev. Dist. (ADD):

Legislative District:

Planning Unit:

Primary County:

Project Status:

Funding Status:

Project Applicant:

Project Beneficiary:

KIA Loan Number:

Project Administrator:

Project Engineer:

Project Number*:

Project Title*:

☐ Include constructed projects in this search.

Clear Query

Submit Query

* Indicates a fuzzy search will be performed on these fields.

Kentucky Area Development Districts

Map of Kentucky showing Area Development Districts (ADDs): PUADD, PEADD, GRADD, LTADD, BRADD, LCADD, CVADD, NKADD, BTADD, FVCO, BGADD, GWADD, BSADD, KRADD.

Legislative District Options

District Type	Sort Option
<input checked="" type="radio"/> Kentucky House	<input checked="" type="radio"/> By District Number
<input type="radio"/> Kentucky Senate	<input type="radio"/> By Legislator
<input type="radio"/> Congressional	

Document Downloads

Download CWSRF Guidance Document

Download DWSRF Guidance Document

Download Clean Water Pre-Application Form

Download Drinking Water Pre-Application Form

Download Asset Management Plan and Service Line Inventory Verification Form

DWSRF Pre-Application Form

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Build America, Buy America Act

The Build America, Buy America Act (BABA) requires that Kentucky's federally funded Clean Water and Drinking Water State Revolving Fund Programs (SRF), comply with domestic preference requirements for iron and steel, manufactured products and construction materials.

Build America, Buy America Act

Which SRF projects are “federally funded”?

- All Lead Service Line (inventory or replacement) projects.
- All Emerging Contaminants projects.
- Any project designated as an “equivalency” project.

BABA Requirements

- All iron and steel items used in SRF projects must be produced in the United States. This requirement is the same as the American Iron and Steel (AIS) SRF requirement. This means all manufacturing processes, from the initial melting stage through the application of coatings, occur in the United States.
- All manufactured products used in SRF projects must be produced in the United States. This means the product was manufactured in the United States, and the cost of the components of the product that are mined, produced, or manufactured in the United States is greater than 55% of the total cost of all components of the manufactured product.
- All construction materials used in SRF projects must be manufactured in the United States. This means that all manufacturing processes for the construction material must occur in the United States.

KY WWATERS

Kentucky Water and Wastewater Assistance for Troubled or Economically Restrained Systems

- KIA accepts and reviews applications and performs credit analysis
- Kentucky General Assembly decides who gets loan funding during the 2025 Session
- KIA administers the financing after the session is ended (March 2025)
- \$75 million available in 2025 and 2026 (\$150 million total)

KY WWATERS

- [KY WWATERS Report](#)

~~ 2025 Session of the Kentucky General Assembly ~~

- [House Joint Resolution \(HJR\) 30](#)
 - Fiscal year 2024-2025 list of funded projects
 - Authorizes release of \$21,609,500 from fiscal year 2025-2026
 - \$53,390,500 available for fiscal year 2025-2026
- House Bill 741 updated the program but did not pass during the session

KY WWATERS Timeline

- Accepting Year Two Applications through end of August
- December 1 – Provide project applications and scores to General Assembly
- January 2026 – March 2026 – General Assembly will select projects to receive funding
- April 2026 – KIA will contact the applicants with approved loan terms

Eligible Applicant Must Have at least 1:

- Service Area MHI < State MHI;
- User rate affordability > 1% of annual MHI;
- No audit in at least one (1) of the prior three (3) years;
- Negative income in any two (2) of the previous five (5) years;
- Debt service coverage ratio < 1.1 in any three (3) of the previous five (5) years;
- Accounts payable turnover ratio < 1
- Days' sales in accounts receivable ratio > forty-five (45) days;
- Notice of violation or agreed order in the past year;
- Water loss percentage > thirty percent (30%);

What Type of Projects Can Be Funded by KY WWATERS?

- Capital Construction Projects and...
- Developing technical, operational, and maintenance resources and expertise;
- Improving utility infrastructure planning, repair, maintenance, renovation, and management of plants and assets;
- Obtaining technical expertise in areas of rate-setting, cost-of-service, and proper utility accounting standards for the utility type;
- Performing and correcting deficiencies from drinking water, wastewater, and financial audits;
- Performing and correcting deficiencies from drinking water, wastewater, and financial audits;
- Financial inadequacies, including debt service coverage through relief or refinance of debt;
- Payment assistance for excessive maintenance costs, fines and penalties from past violations, or consultants; and
- Inadequately maintained distribution, collection, or treatment works, including service extensions to unserved or underserved areas and the renovation of treatment works to conserve resources;

Current KY WWATERS Interest Rates

KY WWATERS

- Standard rate - 1.75%
- Non-standard (a) rate - 0.75%
- Non-standard (b) rate - 0.00%

Questions

kia.ky.gov

502-573-0260

Exhibit 3

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