



United States Department of Agriculture

May 19, 2026

Tom Zack Evans
Stock Yards Bank & Trust
P.O. Box 32890
Louisville KY 40232

RE: Harrison County Water Association
FY 24 Water Main Replacement and Extension Project
Rural Development Commitment of Permanent Financing

Dear Mr. Evans:

Reference is made to a request from the Harrison County Water Association Gary Carter, Board Chairman, for interim financing from the Stock Yards Bank & Trust to improve its utility system at the interest rate and terms and conditions agreed upon, as reflected in the attached copy of your letter.

This letter is to confirm certain understandings on behalf of the USDA Rural Development.

Final plans and specifications have been prepared and approved, bids have been taken, and the Harrison County Water Association has awarded the contract to the qualified low bidder. It has been determined by the Harrison County Water Association and USDA Rural Development that the conditions of the loan closing can be met.

USDA Rural Development Loan Funds in the amount of \$2,437,000.00 have been obligated for the project, as evidenced by the attached documentation.

It is proposed by the Harrison County Water Association with the approval of the USDA Rural Development that the Agency advance funds in accordance with the agreed terms and conditions stated in your attached letter, as needed to pay for construction and other authorized and legally eligible expenses incurred by the Harrison County Water Association. It must be understood that advances of the interim loan funds will be made only upon presentation of proper statements and partial payment estimates prepared by the contractor, approved for payment by the Harrison County Water Association's engineer, the Harrison County Water Association's authorized representative, and the authorized official of the USDA Rural Development.

The loan will be scheduled for closing by USDA Rural Development when construction to be financed by the RD loan funds is substantially complete in accordance with the RD approved contract documents, drawings, and specifications. At that time, funds not exceeding the RD loan amount will be available to pay off the amount of loan advance your lending institution has made for authorized approved purposes, including accrued interest to the date of closing.

Rural Development • Shelbyville Area Office
65 Brighton Blvd., Suite 3 • Shelbyville, KY 40065
Voice (502) 633-3294 Ext. 4 • Fax (855) 784-0871

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Prior to loan closing, the Harrison County Water Association will also be required to provide USDA Rural Development with statements from the contractors, engineers, and attorneys that they have been paid to date in accordance with their contract or other agreements and subcontractors have been paid.

USDA Rural Development appreciates your assistance with the Harrison County Water Association and the community and looks forward to working with you on this project.

If there are any questions, please contact Brandon Doyle, Area Specialist, at 606-356-8432.

Sincerely,

TRAVIS BURTON Digitally signed by TRAVIS
BURTON
Date: 2026.05.19 10:21:59 -04'00'

Travis Burton, State Director-Kentucky

Enclosures: Copy of Harrison County Water Association Interim Financing Approval Letter
Copy of USDA RD Request for Obligation of Funds

cc: Harrison County Water Association
Jesse Mulcher, Local Counsel
Mark Askin, Strand Engineering