

## CITY OF WHITESBURG

SCHEDULE OF REVENUE BOND REQUIREMENTS1984 ISSUEJune 30, 2007

<u>FISCAL YEAR</u> <u>ENDING</u> <u>JUNE 30,</u>	<u>PRINCIPAL</u> <u>MATURITIES</u> <u>DUE AUGUST 1</u>	<u>INTEREST</u>	<u>TOTAL</u> <u>DEBT</u> <u>SERVICE</u>
2008	4,000	4,900	8,900
2009	4,000	4,700	8,700
2010	4,000	4,500	8,500
2011	4,000	4,300	8,300
2012	4,000	4,100	8,100
2013	5,000	3,875	8,875
2014	5,000	3,625	8,625
2015	5,000	3,375	8,375
2016	5,000	3,125	8,125
2017	6,000	2,850	8,850
2018	6,000	2,550	8,550
2019	6,000	2,250	8,250
2020	6,000	1,950	7,950
2021	7,000	1,625	8,625
2022	7,000	1,275	8,275
2023	7,000	925	7,925
2024	15,000	375	15,375
	<u>\$ 100,000</u>	<u>\$ 50,300</u>	<u>\$ 150,300</u>

ORDINANCE NO. 293

BOND ORDINANCE

ORDINANCE OF THE CITY OF WHITESBURG, LETCHER COUNTY, KENTUCKY, AUTHORIZING THE CONSTRUCTION OF EXTENSIONS, ADDITIONS, AND IMPROVEMENTS TO THE WATERWORKS PORTION OF THE EXISTING COMBINED AND CONSOLIDATED WATERWORKS AND SEWER SYSTEM OF SAID CITY; AUTHORIZING AND PROVIDING FOR THE ISSUANCE AND SALE OF ONE HUNDRED FORTY-FIVE THOUSAND DOLLARS (\$145,000) PRINCIPAL AMOUNT OF CITY OF WHITESBURG WATER AND SEWER REVENUE BONDS OF 1984, FOR THE PURPOSE OF FINANCING THE COST, NOT OTHERWISE PROVIDED, OF THE AFORESAID CONSTRUCTION; SETTING FORTH THE TERMS AND CONDITIONS UPON WHICH SAID BONDS OF 1984 MAY BE ISSUED AND OUTSTANDING; PROVIDING FOR SAID BONDS OF 1984 TO RANK ON A PARITY WITH CERTAIN OUTSTANDING BONDS OF 1971, SUBJECT TO THE RESPECTIVE VESTED RIGHTS AND PRIORITIES IN FAVOR OF CERTAIN OUTSTANDING BONDS OF 1955, 1963, AND 1967; PROVIDING FOR THE RIGHTS OF THE HOLDERS OF SAID BONDS OF 1984 AND THE ENFORCEMENT THEREOF; AND PROVIDING FOR AN ADVERTISED, PUBLIC, COMPETITIVE SALE OF SAID BONDS OF 1984.

WHEREAS, the City of Whitesburg, a fifth class city, of Letcher County, Kentucky, owns and operates the existing combined and consolidated municipal waterworks and sewer system (the "System") serving the City, pursuant to Sections 82.082 and 58.010 through 58.140 of the Kentucky Revised Statutes (the "Act"), and in that connection the City presently has outstanding certain issues of Bonds, as follows:

(a) \$81,000 (\$66,000 after August 1, 1984) principal amount of "City of Whitesburg Water and Sewer Revenue Bonds," dated August 1, 1955 (the "Bonds of 1955"), scheduled to mature on August 1 in each of the respective years, through 1988, inclusive;

(b) \$96,000 (\$93,000 after August 1, 1984) principal amount of "City of Whitesburg Water and Sewer Revenue Bonds of 1963," dated August 1, 1963 (the "Bonds of 1963"), scheduled to mature on August 1 in each of the respective years, 1983 through 1993, inclusive;

(c) \$76,000 (\$75,000 after August 1, 1984) principal amount of "City of Whitesburg Water and Sewer Revenue Bonds, Series of 1967," dated August 1, 1967 (the "Bonds of 1967"), scheduled to mature on August 1 in each of the respective years, 1983 through 1999; inclusive; and

(d) \$120,000 (\$118,000 after August 1, 1984) principal amount of City of Whitesburg Water and Sewer Revenue Bonds, Series 1971," dated June 22, 1972 (the "Bonds of 1971"), scheduled to mature on August 1 in each of the respective years, 1983 through 1998, inclusive; and

WHEREAS, all of said Bonds of 1955, 1963, 1967, and 1971, respectively, are current as to payment of both principal and interest, and for the security of which Bonds a certain Sinking Fund and certain Reserve Funds are being maintained in the manners and by the means respective Ordinances authorizing said respective Bond Issues, and

WHEREAS, the Bonds of 1971 were issued to and are now held by the Farmers Home Administration of the Department of Agriculture of the United States Government (the FmHA), and

WHEREAS, it is the desire and intent of this City Council at this time to enact this Ordinance pursuant to the provisions of the Act, to authorize and provide for the issuance of revenue bonds (the "Current Bonds") in the principal amount of \$145,000, for the purpose of defraying the cost (not otherwise provided) of a construction project consisting of extensions, additions, and improvements to the waterworks portion of said System, in accordance with plans and specifications prepared by Proctor-Davis-Ray, Consulting Engineers, Inc., 800 Corporate Drive, Lexington, Kentucky, 40503, now on file in the office of the City Clerk of the City, and to prescribe the covenants of the City, the rights of bondholders, and the details of the issuance and sale of the proposed Current Bonds, and that such proposed Current Bonds be issued, pursuant to the consent of the FmHA as the holder of the Bonds of 1971, so as to rank on a parity basis with the outstanding Bonds of 1971, subject to the respective vested rights and priorities in favor of the holders of the outstanding Bonds of 1955, 1963, and 1967, and

WHEREAS, the proceeds of the proposed Current Bonds will be supplemented by an FmHA grant in the amount of approximately \$160,500, an ARC grant in the amount of approximately \$417,000, and the sum of \$20,100 provided directly by the City, to provide the total cost of such construction,

NOW, THEREFORE, BE IT ORDAINED BY THE CITY OF WHITESBURG, KENTUCKY AS FOLLOWS:

#### ARTICLE 1.

DEFINITIONS; PURPOSE; CONSTRUCTION PROJECT; COMBINES AND CONSOLIDATED SYSTEM; AUTHORIZATION OF BONDS; ISSUED AS PARITY BONDS, SUBJECT TO EXISTING PRIOR LIENS.

##### Section 101. Definitions.

As used in this Ordinance, unless the context indicates or requires otherwise:

"ACT" refers to Sections 82.082 and 58.010 through 58.140 of the Kentucky Revised Statutes.

"ALL BONDS" refers to all of the outstanding Bonds of 1955, 1963, 1967, 1971, the Current Bonds, and any additional Bonds ranking on a parity with the Bonds of 1971 and the Current Bonds.

"BEGINNING MONTH" means the month following the month in which the Current Bonds are issued, sold, and delivered to the purchaser thereof.

"BOND," "OWNER," "HOLDER," and "PERSON" shall include the plural as well as the singular number unless the context shall otherwise indicate. The term "BONDHOLDER" or "BONDOWNER" means and contemplates, unless the context otherwise indicates, the registered owner(s) of the Current Bonds at the time issued and outstanding hereunder, or any of them, and any other owner or holder of "All Bonds" as may be indicated by such term.

"BONDS OF 1955" refers to the outstanding Bonds of the original authorized issue of \$195,000 of bonds designated as "City of Whitesburg Water and Sewer Revenue Bonds," dated August 1, 1955.

"BONDS OF 1963" refers to the outstanding Bonds of the original authorized issue of \$123,000 of bonds designated as "City of Whitesburg Water and Sewer System Revenue Bonds of 1963," dated August 1, 1963.

"BONDS OF 1967" refers to the outstanding Bonds of the original authorized issue of \$90,000 of "City of Whitesburg Water and Sewer Revenue Bonds, Series of 1971, dated June 22, 1971.

"BOND ORDINANCE OF 1955" or "1955 BOND ORDINANCE" refers to the ordinance of the Governing Body of the City enacted on September 26, 1955, authorizing the Bonds of 1955.

"BOND ORDINANCE OF 1963" or "1963 BOND ORDINANCE", refers to the Ordinance of the Governing Body of the City enacted on August 24, 1964, authorizing the Bonds of 1963.

"BOND ORDINANCE OF 1967" or "1967 BOND ORDINANCE" refers to the ordinance of the Governing Body of the City enacted on October 26, 1967, authorizing the Bonds of 1967.

"BOND ORDINANCE OF 1971" or "1971 BOND ORDINANCE" refers to the ordinance of the Governing Body of the City enacted on August 10, 1971, authorizing the Bonds of 1971.

"CITY" refers to the City of Whitesburg, in Letcher County, Kentucky.

"CONSTRUCTION PROJECT" or "WATERWORKS CONSTRUCTION PROJECT" or "PROJECT" refers to the construction of extensions, additions, and improvements to the waterworks portion of the existing combined and consolidated waterworks and sewer system of the City, which Construction Project is being financed by the Current Bonds (supplemented by other funds).

"CURRENT BOND ORDINANCE" refers to this Ordinance, authorizing the Current Bonds.

"DEFINED PRIORITIES", "PRIORITIES", or "SUBJECT TO DEFINED PRIORITIES", refers to the respective vested rights and priorities in favor of the respective holders of the Bonds of 1955, 1963, and 1967.

"DEPOSITORY BANK" refers to the Bank in which the various Funds created and/or reaffirmed in the 1955, 1963, 1967, and 1971 Bond Ordinances have been and will continue to be maintained, and which will serve as the depository of the Construction Account created in this Current Bond Ordinance, which Bank is The Bank of Whitesburg, Whitesburg, Kentucky, or its successor.

"DEPRECIATION FUND" refers to the City of Whitesburg "Water and Sewer System Depreciation Fund," created in Section 6B of the 1955 Bond Ordinance.

"ENGINEER" or "ENGINEERS" refer to the Engineers or any one of them, who prepared the plans and specifications for the Construction Project and who will supervise the construction thereof and/or will furnish full time resident inspection of construction of the Construction Project, and shall be deemed to refer to Proctor-Davis-Ray, Consulting Engineers, Inc., 800 Corporate Drive, Lexington, Kentucky 40503, or a member of said firm, or their successor or successors.

"FmHA" means the Farmers Home Administration of the Department of Agriculture of the United States Government.

"FULLY REGISTERED BOND" refers to a single or series of negotiable (subject to registration requirements as to transferability, as herein prescribed) Bond(s), payable to the registered owner, of the form set out in this Ordinance under the title "(FORM OF FULLY REGISTERED BOND)".

"GOVERNMENT" means the United States Government, or any agency thereof, including the FmHA.

"GOVERNING BODY" refers to the City Council of the City of Whitesburg, Kentucky, or such other body as shall be the governing body of said City under the laws of Kentucky at any given time.

"INDEPENDENT CONSULTING ENGINEER" or "CONSULTING ENGINEER" refers to an Independent Consulting Engineer or firm of Engineers of recognized excellent reputation in the field of waterworks and sewer system engineering, and such definition includes the Engineers named above.

"ORIGINAL PURCHASER" means the agency, person, firm, or firms to whom the Current Bonds are awarded at the public sale, or their successor(s), and such definition shall refer to the FmHA if it is the original purchaser of the Current Bonds at said public sale.

"OUTSTANDING BONDS" refers to the outstanding Prior Bonds (of 1955, 1963, 1967, and 1971) and/or Current Bonds, and any outstanding parity 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 FmHA shall be deemed to constitute Outstanding Bonds until paid regardless of the deposit of funds to pay for same.

"PARITY BONDS" means bonds which may be issued in the future, in addition to the \$145,000 of Current Bonds herein specifically authorized, which bonds issued in the future will, pursuant to the provisions of the 1971 Bond Ordinance and of this Current Bond Ordinance, rank on a basis of parity with said outstanding Bonds of 1971 and Current Bonds, as to priority, security, and source inferior to the security and source of payment of the Bonds of 1971 and the Current Bonds.

"PRIOR BONDS" refers collectively to the outstanding Bonds of 1955, 1963, 1967, and 1971.

"PRIOR BOND ORDINANCES" refers collectively to the Bond Ordinances of 1955, 1963, 1967, and 1971.

"REVENUE FUND" or "1955 REVENUE FUND" refers to the "Water and Sewer Revenue Fund" created in Section 6 of the 1955 Bond Ordinance.

"SINKING FUND" refers to the "City of Whitesburg Water and Sewer Bond and Interest Sinking Fund," created in Section 6A of the 1955 Bond Ordinance.

"SYSTEM" or "WATERWORKS AND SEWER SYSTEM" refers to the existing combined and consolidated waterworks and sewer system of the City, together with all extensions, additions, and improvements to said System.

"U. S. OBLIGATIONS" means bonds or notes which are the direct obligations of the United States of America, or obligations the principal of and interest on which are guaranteed by the United States of America.

Section 102. Reaffirmation of Previous Action of City in Combining and Consolidating the Municipal Waterworks and Sewer Systems as a Single Revenue-Producing Public Project or System; Authority; Purpose.

The previous action of the Governing Body taken in the Prior 1955 Bond Ordinance, in ordering that the municipal waterworks and sewer system be operated as a single, combined and consolidated, revenue-producing public project or System, is hereby ratified and confirmed.

The Current Bonds shall be issued, in accordance with the provisions of the Act, for the purpose of defraying the cost (not otherwise provided) of the "Construction Project", as defined above and as set out in the plans and specifications prepared by the Engineers; and so long as any of the Prior Bonds, the Current Bonds, or any parity bonds remain outstanding, said combined and consolidated water and sewer System shall be owned, controlled, operated, and maintained on a combined and consolidated basis for the security and source of payment of the Prior Bonds and the Current Bonds; with full acknowledgement, however, of the Defined Priorities.

Section 103. Construction Award Approved; Work Authorized.

The Governing Body hereby authorizes, approves, ratifies, and confirms its previous action in awarding the contracts for the construction of the Construction Project to the lowest and best bidders and further approves the action of the Governing Body in entering into formal contracts with said bidders, subject to the necessary approvals being obtained. Authority is hereby given for underspecifications heretofore prepared by the Engineers for the City, after all necessary approvals have been obtained.

Section 104. Declaration of Period of Usefulness.

The Governing Body hereby declares that the period of usefulness of the System is more than forty (40) years from the date of completion of the proposed Construction Project.

Section 105. Authorization of Bonds.

It has been heretofore determined that the total cost of the Construction Project, including preliminary expenses land and rights-of-way, engineering expense, capitalized interest during construction, legal and administrative costs, publication costs, and all incidental expenses, will be not exceeding \$742,600. Therefore, it is hereby determined to be necessary in order for the City to finance the cost of the Construction Project that the City issue a total of \$145,000 of Current Bonds, based on the following calculation:

TOTAL COST OF CONSTRUCTION PROJECT		\$742,600
LESS:		
FMHA GRANT	\$ 160,500	
ARC GRANT	47,000	
CITY OF WHITESBURG CONTRIBUTION	<u>20,100</u>	
TOTAL NON-BOND FUNDS		<u>597,600</u>
BALANCE TO BE FINANCED BY CURRENT BONDS		\$145,000

Accordingly, for the purpose of financing the cost (not otherwise provided) of the Construction Project, under the provisions of the Act, there are hereby authorized to be issued and sold One Hundred Forty-Five Thousand Dollars (145,000) principal amount of City of Whitesburg Water and Sewer Revenue Bonds of 1984 (the "Current Bonds").

The Current Bonds shall be dated as of the date of delivery to the purchaser thereof, shall bear interest from such date at such interest rate as may be fixed by supplemental resolution as a result of the advertised sale and competitive bidding for such Bonds, as hereinafter provided, and shall be issued and delivered as a single or series of bonds in the form of "Fully Registered Bond," as prescribed in Section 205 hereof.

Interest on the Current 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 Bonds to the ensuing February 1 or August 1, as the case may be. Principal of the Bonds shall be payable on August 1 of each of the respective years until maturity, as set out in Section 201 hereof.

Section 106. Recognition and Confirmation of Prior Liens, Pledges, and Security of Bonds of 1955, 1963, and 1967.

The City hereby expressly recognizes and acknowledges that the City has previously created for the benefit and protection of the owners and holders of the respective Bonds of 1955, 1963, and 1967, certain liens and pledges and certain security rights relating to the System, all as set forth in the Bonds of 1955, 1963, and 1967 and in the Bond Ordinances of 1955, 1963, and 1967 and in the Bond Ordinances of 1955, 1963, and 1967.

Section 107 Current Bonds Payable Out of Gross Revenues; on a Parity With Bonds of 1971, Subject to Defined Priorities.

All of said Current Bonds, the Bonds of 1971 ranking on a parity therewith, and any additional Parity Bonds that may be issued under the conditions and restrictions hereinafter set forth, shall be a valid claim of the holders thereof against the Sinking Fund created in the 1955 Bond Ordinance, subject to the Defined Priorities.

Section 108. Lien on Contracts.

In addition to the inferior revenue pledge securing the Current Bonds, an identical lien is hereby created and granted in favor of the Current Bonds on all Contracts and on all other rights of the City pertaining to the System, enforceable by assignment to any Receiver or other operator proceeding by authority of any court, subject to Defined Priorities.

ARTICLE 2.

THE CURRENT BONDS; REGISTERED BONDS;  
PRINCIPAL MATURITIES; PAYOR BANKS; EXECUTION;  
PRIOR REDEMPTION; AND BOND FORMS.

Section 201. Principal Installments.

The principal installments due shall be as follows:

Payment Due August 1,	Principal Installments
1986	\$ 1,000
1987	1,000
1988	1,000
1989	1,000
1990	1,000
1991	1,000
1992	1,000
1993	2,000
1994	2,000
1995	2,000
1996	2,000
1997	2,000
1998	2,000
2000	3,000
2001	3,000
2002	3,000
2003	3,000
2004	3,000
2005	3,000

2006	3,000
2007	4,000
2008	4,000
2009	4,000
2010	4,000
2011	4,000
2012	5,000
2013	5,000
2014	5,000
2015	5,000
2016	5,000
2017	6,000
2018	6,000
2019	6,000
2020	7,000
2021	7,000
2022	7,000
2023	15,000

Section 202. Issuance of Bond(s).

The purchaser of the Current Bonds at the public sale shall take delivery of such Bonds in the form of a single (or a series) of Fully Registered Bond(s), as prescribed in Section 205 below, amounting in the aggregate to the principal amount of the Current Bonds, maturing as to principal in installments as set out above. Such Fully Registered Bond(s) shall be numbered R-1 and consecutively thereafter, R-2, etc., shall be of type composition, shall be on paper of sufficient weight and strength to prevent deterioration until the last day of maturity of any installment of principal as stated therein, and shall conform in size to standard practice. Such Fully Registered Bond(s) shall, upon appropriate execution on behalf of the City as prescribed, constitute the entire requirements as to transferability), without interest coupons, registered as to principal and interest, payable as directed by the registered owner, and shall be in substantially the form hereinafter set forth.

Section 203. Place of Payment and Manner of Execution.

Both principal of and interest on the Current Bonds shall be payable at the place and in the manner set out in the form of such Fully Registered Bond prescribed in Section 205 below. The Bonds shall be executed on behalf of the City by being signed manually by the Mayor, with the Corporate Seal of the City affixed thereto, and attested by the manual signature of the City Clerk.

If either of the officers whose signatures appear on the Current Bonds ceases to be such officer before delivery of said Bonds, such signatures shall nevertheless be valid for all purposes the same as if such officers had remained in office until delivery, as provided in KRS 58.040 and 61.390.

Section 204. Provisions as to Prepayment.

Except when all of the Current Bonds are owned by the Government, installments of principal falling due prior to August 1, 1996, shall not be subject to prepayment. Installments of principal falling due on and after August 1, 1996, shall be subject to prepayment by the City on any interest payment date falling on and after August 1, 1995, upon terms of par plus accrued interest, without any prepayment penalty.

So long as all of the Current Bonds are owned by the Government, all or any of the Bonds, or installments in a multiple of \$1,000, may be prepaid at any time in inverse chronological order of the order of the installments due at face amount plus accrued interest without any prepayment premium.



Section 205. BOND FORM.

The Current Bonds shall be in substantially the following form, with appropriate insertions, omissions, and variations consistent with or as provided or permitted in this Ordinance:

(FORM OF FULLY REGISTERED BOND)

BOND NUMBER R-1

UNITED STATES OF AMERICA  
COMMONWEALTH OF KENTUCKY  
COUNTY OF LETCHER  
CITY OF WHITESBURG  
WATER AND SEWER REVENUE BOND OF 1984

No. R-1

\$145,000

KNOW ALL MEN BY THESE PRESENTS:

That the City of Whitesburg, acting by and through its City Council, a municipal corporation constituting a public body corporate, in Letcher County, Kentucky, for value received, hereby promises to pay to

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

ONE HUNDRED FORTY FIVE THOUSAND DOLLARS (145,000)

on the first day of August, 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 Bond will print the maturities of the Bond purchased by the individual purchaser (registered owner)).

without deduction for exchange or collection charges; and in like manner, solely from said special fund, to pay interest on the balance of said principal sum from time to time remaining unpaid, at the rate of five percent (5%) per annum, semiannually on the first days of February and August in each year hereafter 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 City.

This Bond (the "Current Bond") is issued by the City under and in full compliance with the Constitution and Statutes of the Commonwealth of Kentucky, including Sections 82.082 and 58.010, inclusive, of the Kentucky Revised Statutes, as amended, and pursuant to a duly enacted Bond Ordinance of the City authorizing same (the "Current Bond Ordinance"), to which Current Bond Ordinance reference is hereby made 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 said City, for the purpose of financing the cost (not otherwise provided) of the construction of extensions, additions, and improvements to the waterworks portion of the existing combined and consolidated waterworks and sewer system (the "System") of the City.

This Bond ranks on a parity as to security and source of payment with certain outstanding "City of Whitesburg Water and Sewer Revenue Bonds, Series 1971," dated June 22, 1972 (the

"Bonds of 1971"), authorized by an Ordinance adopted by the City Council of the City on August 10, 1970 (the "1971 Bond Ordinance"), subject to the vested rights and priorities in favor of the respective holders of certain outstanding Bonds of 1955, 1963, and 1967.

This Current Bond has been issued in full compliance with the 1971 Bond Ordinance (pursuant to the consent of the holder of all of the Bonds of 1971, and any bonds ranking on a parity therewith that may be issued and outstanding under the conditions and restrictions of the 1971 and 1983 Bond Ordinances, are and will continue to be payable from and secured by a pledge of a fixed portion of the gross revenues to be derived from the operation of the System, which revenues shall be sufficient, after providing for the respective requirements of the Bonds of 1955, 1963, and 1967, to pay the principal of and interest on the Bonds of 1971 and 1983 Bond Ordinances, as and when the same become due and payable, and a sufficient portion of which revenues shall be set aside as a special fund for that purpose and identified as the "City of Whitesburg Water and Sewer Bond and Interest Sinking Fund," created in the Bond Ordinance authorizing the Bonds of 1955.

The City has reserved the right to issue additional bonds ranking on a parity as to security and source of payment with this Bond, to finance future extensions, additions, and/or improvements to the System, provided the necessary showings as to the earnings coverage required by the Current Bond Ordinance are in existence and properly certified.

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 City Clerk of the City as the Bond Registrar, with a written transfer duly acknowledged by the registered owner or his duly authorized attorney, which transfer shall be noted upon this Bond and upon the book of the City kept for that purpose.

This Current Bond does not constitute an indebtedness of the City of Whitesburg 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 Current Bond Ordinance, the City covenants that so long as any of the Bonds of 1955, 1963, 1967, 1971, and/or this Bond are outstanding, the municipal waterworks system and the municipal sewer system, which have been heretofore combined and consolidated into a single, revenue-producing public project or system, will be continuously owned and operated by the City as a combined and consolidated revenue-producing undertaking within the meaning of the aforesaid Statutes, for the security and source of payment of all of said Bonds, and that the City 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 interest on and principal of the Bonds of 1955, 1963, 1967, and 1971, this Bond, and all other bonds ranking on a parity herewith as may be outstanding from time to time, to pay the cost of operation and maintenance of the System, and to provide for the depreciation thereof.

The City, at its option, shall have the right to prepay, on any interest payment date on and after August 1, 1995, in inverse chronological order of the installments due on this Bond, the entire principal amount of this Bond then remaining unpaid, or such lesser portion thereof, in a multiple of One Thousand Dollars (\$1,000), as the City may determine, at a price in an amount equivalent to the principal amount to be prepaid plus accrued interest to the date of prepayment, without any prepayment premium. Notice of such prepayment shall be given by registered mail to the registered owner of this Bond or his assignee, at least 30 days prior to the date fixed for prepayment. Notice of such prepayment may be waived with the written consent of the registered owner of this Bond.

So long as the registered owner of this Bond is the United States Government, or any agency thereof, the entire principal amount of this Bond, or installments in multiples of \$1,000, may be prepaid at any time in inverse chronological order of the installments due.

Upon default in the payment of any principal or interest payment on this Bond, or upon failure by the City to comply with any other provision of this Bond or with the provisions of the Current Bond Ordinance, the registered owner may, at his option, institute all rights and remedies provided by law or by said Ordinance.

This Bond is exempt from taxation in the Commonwealth of Kentucky.

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 City, does not exceed any limit prescribed by the Constitution or Statutes of the Commonwealth of Kentucky.

IN WITNESS WHEREOF, said City of Whitesburg, by its City Council, has caused this Bond to be executed by its Mayor, its corporate seal to be hereunto affixed, and attested by its City Clerk, on the date of this Bond, which is

CITY OF WHITESBURG  
Letcher County, Kentucky

By /S/ Ferdinand Moore  
Mayor

Attest:

[Signature]  
City Clerk

(seal of City)

PROVISION FOR REGISTRATION

This Bond shall be registered on the registration book of the City kept for that purpose by the City Clerk, as Bond Registrar, upon presentation hereof to said City Clerk, 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 his attorney, such transfer to be made on said book and endorsed hereon.

(FORM OF REGISTRATION)

Date of Registration	Name of Registered Owner	Signature of City Clerk of the City of Whitesburg, Kentucky, Bond Registrar
_____	_____	_____
_____	_____	_____

(FORM OF ASSIGNMENT)

For value received, this Bond is hereby assigned, without recourse and subject to all of its terms and conditions, unto \_\_\_\_\_ July \_\_\_\_\_, this 16th day of 1985.

City of Whitesburg

By : /S/ Ferdinand Moore  
Mayor

ARTICLE 3

CONSTRUCTION ACCOUNT; INTERIM FINANCING; APPLICATION OF PROCEEDS;  
AND FEDERAL ARBITRAGE LIMITATIONS.

Section 301. The Construction Account; Fidelity Bond of Treasurer; Covenants  
Applicable if FmHA Purchases the Bonds; Application of Proceeds  
of Bonds.

The City treasurer shall be the custodian of all funds belonging to and associated with the System, and such funds shall be deposited in The Bank of Whitesburg, Whitesburg, Kentucky (the "Depository Bank"), which bank is a member of the Federal Deposit Insurance Corporation. All moneys in the Construction Account (hereinafter designated) in excess of the amount insured by the FDIC, shall be secured by the Depository Bank in accordance with U. S. Treasury Department Circular No. 176.

The City Treasurer and/or other City officials shall execute a Fidelity Bond(s) in the amount of not less than \$100,000, which Fidelity Bond(s) shall be effective and secured by a surety company approved by the Farmers Home Administration of the United States Department of Agriculture so long as it is the holder of any of the Current Bonds; the FmHA and the City shall be named co-obligees in such surety bond(s), and the amount thereof shall not be reduced without the written consent of the FmHA; provided that whenever sums in the various accounts referred to herein (other than the Construction Account) shall exceed \$100,000, the Fidelity Bond(s) shall be increased accordingly as requested by and with the approval of the FmHA. The City will segregate and earmark its various funds, consistent with this Ordinance, in such manner as to enable the City to obtain the lowest possible surety premium rate on such Fidelity Bond(s).

A. Covenants Applicable if FmHA Purchases the Bonds.

It is acknowledged that all covenants herein with reference to the necessity for approval of the FmHA, the necessity of observing FmHA procedure, and the necessity of using FmHA Forms, shall apply only if the FmHA is the purchaser of the Current Bonds and only so long as the FmHA holds the Current Bonds thereafter. In the event that the FmHA shall not be the purchaser of the Current Bonds, or, after purchasing same, shall sell or transfer the Current Bonds to a non-governmental holder, all covenants herein with reference to the necessity for approval of the FmHA, the necessity of observing FmHA procedure, and the necessity of using FmHA Forms, shall be inapplicable.

B. Application of Proceeds of Bonds.

The proceeds of said \$145,000 of Current Bonds shall be applied as follows:

(1) Immediate Repayment of Interim Financing.

There shall immediately be paid to the Bank(s) entitled thereto an amount sufficient to pay the interest on and principal of any temporary loans (if any) borrowed by the City in anticipation of the sale and delivery of the Current Bonds, and/or of the receipt of grant proceeds, or the interest on and principal of such temporary loans may be paid simultaneously with the delivery of such Bonds (to the extent of part or all of the proceeds of the Bonds, as may be required by said Bank(s), in which event the amount to be so deposited into the Construction Account of the Bonds, there shall be paid all amounts then due and payable in connection with the Construction Project and in connection with the issuance of the Bonds.

(2) Balance to be Deposited in Construction Account;  
Proceeds of Grants and Connection Charges to be  
Deposited in Construction Account.

If and to the extent that the proceeds of the Current Bonds shall be in excess of the amount necessary to pay the interest on and principal of the aforesaid temporary loans and the Project costs then due, such excess amount shall immediately be deposited in the "City of Whitesburg Waterworks Construction Account" (the "Construction Account"), hereby created, which shall be established at the Depository Bank. There shall also be deposited in such Construction Account the proceeds of said Federal Grants as and when received (or said grant proceeds may be applied to the extent necessary to liquidate or reduce any interim financing owed by the City at the time of receipt of the grant proceeds); and simultaneously with or prior to the delivery of the Bonds, there shall be deposited in such Construction Account the proceeds of water connection charges in the minimum amount of \$8,000 (less any

(a) Prior to the expenditure by the City of any funds from the Construction Account derived from the proceeds of the Bonds, the City must obtain written approval from the FmHA as to such expenditures. The proceeds of said Account shall be withdrawn only on checks signed by the City Treasurer (or by such other official of the City as may be authorized by the Governing Body, provided such other official has executed the appropriate Fidelity Bond as required by Section 301 of this Ordinance), in payment for services and/or materials supplied in connection with the construction of the Project, as evidenced by (1) a certification of the Engineers designated herein, and (2) written approval of the Mayor (or by such other official of the City as may be authorized by the Governing Body).

(b) Prior to the expenditure by the City of any funds from the Construction Account derived from interim financing or from multiple advances from the FmHA, the City must obtain approved invoices and/or Partial Payment Estimates bearing the written approval of the Contractor, the Engineer, and the Mayor, and which invoices and/or Partial Payment Estimates must have been reviewed and approved for payment by the designated FmHA official.

(c) Written approval of the Engineers shall not be required for matters not under the jurisdiction of the Engineers, such as legal fees, land acquisition, and related items. Executed certifications (authorizing payment) shall be retained by the City Treasurer and need not be furnished to the Depository Bank, which shall be authorized to honor checks signed by the City Treasurer.

Periodic Audits of the City's Construction Account records shall be made by FmHA as determined by it to be necessary.

(4) Transfer of Capitalized Interest to Current Sinking Fund.

At or after the time the Bonds have been delivered, there shall be transferred from the Construction Account an amount sufficient to provide for capitalized interest, initially estimated at \$8,000, during the construction of the Construction Project, less whatever amount shall have been theretofore applied to pay interest on interim financing of the Project, as approved by the Engineers and by the FmHA. If and to the extent then needed to pay interest during the remaining period of construction of the Construction Project, such amount so transferred from the Construction Account shall be deposited in the Sinking Fund created in the Prior (1955) Bond Ordinance.

(5) Investment of Funds in Construction Account.

Pending disbursement of amounts on deposit in the Construction Account, all of such funds, or such portion of such amounts on deposit in said Construction Account as is designated by the Governing Body, shall be invested for the benefit of such Construction Account in Certificates of Time Deposit, savings accounts, or U. S. Obligations which may be converted readily into cash, having a maturity date prior to the date when the sums invested will be needed for costs of the Construction Project, as certified by the Engineers, and/or by the FmHA, provided that to the extent that any amounts on deposit in the Depository Bank shall cause the total deposits of the City in said Bank to exceed the amount insured by the FDIC, such excess amount shall be continuously secured by a valid pledge of U. S. Obligations, having an equivalent market value (exclusive of accrued interest), in conformity with KRS 66.480. Investments in Certificates of Time Deposit may be made only if a separate FmHA Form 402-4 Agreement is executed, if the FmHA has purchased any of the Bonds. Any such investments will be a part of the Construction Account, and income from such investments will be credited to the Construction Account. All such investments shall be subject to the limitations set out in Section 303 hereof.

(6) Statements of Contractors, Engineers, and Attorneys as to Payment Required Prior to Delivery of Current Bonds, if Current Bonds Purchased by FmHA.

Prior to the delivery of the Current bonds, if FmHA is the purchaser of the Bonds, the City will be required to provide FmHA with statements from the Contractors, Engineers, and Attorneys that they have been paid to date in accordance with their contracts or other agreements and, in the case of any Contractor, that he has paid his suppliers and sub-contractors. Any exceptions must be authorized under FmHA Instructions 1942-A, Subsection 1942.17 (n) (2).

(7) Disposition of Balance in Construction Account After Completion of Project.

When the Construction Project has been completed and all construction costs have been paid in full, as certified by the Engineers for the City, and/or by the FmHA, any balance then remaining in the Construction Account may, with the consent of the State Director of the FmHA, be applied to the cost of constructing additional extensions, additions, and/or improvements to the System, and/or such balance (subject to legal requirements as to possible refund of any allocated portion of the balance derived from grant proceeds) shall be transferred to the Sinking Fund, whereupon said Construction Account shall be closed. If such additional construction is to be undertaken by the contractor previously engaged in the construction of the Project, such additional work may be authorized by a change order. Such balance so transferred shall be used by the City immediately to prepay installments due on the Current Bond, (a) provided further that any balance insufficient to prepay at least \$1,000 of the principal payment falling due in any year on the Current Bond(s), will be transferred to the Depreciation Fund created in the Prior (1955) Bond Ordinance.

Section 302. Interim Financing Authorization.

(a) Commercial Interim Financing.

The City shall use commercial interim financing for the Project during construction for the portion of cost of the project financed by the Current Bonds, if available at reasonable rates and terms.

The borrowing of up to the aggregate sum of \$722,500 from The Bank of Whitesburg, Whitesburg, Kentucky (either alone or through its correspondent bank), and/or from any other banks (collectively and individually referred to as the "Banks"), is hereby authorized; and the Mayor of the City, Ferdinand Moore, or his successor (or such other official of the City as may be designated by the Governing Body of the City), is hereby authorized to execute in the name and on behalf of the City (1) a single note (the "Note") in the amount of the interim loan with provision for advances against the amount of such Note, or (2) any number of notes ("Notes"), in such form as may be prescribed by the lending Banks, including Revenue Bond Anticipation Notes pursuant to KRS 58.150. Each advance or Note shall evidence a loan advance of cash funds by the Banks to the City for services rendered and/or materials supplied in connection with the Construction Project, as evidenced by (i) a certification of the Engineers designated herein, (ii) written approval of the Mayor or by such other official of the City as may be authorized by the Governing Body, and (iii) written approval of the FmHA; provided, however, that written approval of the Engineers shall not be required for matters not under the jurisdiction of the Engineers, such as legal fees, land acquisition, and related items.

Interim financing shall be disbursed as follows:

(1) At the request of the City, the Banks are and shall be authorized to disburse the proceeds of any such Note or Notes by cashier's checks directly to the parties entitled thereto based on the certification specified herein; or

(2) At the request of the City, the Banks are and shall be authorized to deposit the proceeds of such Note or Notes in the Construction Account, in which event amounts of the City on deposit therein shall, until expended, to the extent that same shall exceed the amount insured by the FDIC, be fully secured by a pledge of U.S. Obligations; and a Fidelity Bond in an amount equal to not less than the maximum amount deposited in such Account must be furnished by the proper official of the City, as provided in Section 301 hereof.

The authority hereby granted to the Mayor includes the execution of renewal Notes in evidence of the renewal and extension of Notes becoming due, provided (1) the aggregate of the principal amount of all such Notes outstanding and payable to the Banks shall not exceed \$722,500, and (2) each Note which is renewed or superseded is simultaneously cancelled by the Banks and transmitted to the City Treasurer. The rate of interest applicable to each Note and to each renewal Note shall not exceed a reasonable rate, which rate is subject to the approval of the FmHA.

Authority is hereby given for said total authorized interim financing of \$722,500 to be the maximum indebtedness which the City may owe to said Banks at any given time; provided, however, that the City may reduce the amount owed by the City to said Banks from time to time as and when funds are available to the City, whether derived from the proceeds of the Federal grants, the proceeds of the sale of the Current Bonds, or otherwise, and may reborrow from said Banks additional amounts in anticipation of the further receipt by the City of additional proceeds from said grants or Bonds, in order thus to enable City to save interest costs by applying the proceeds of the Bonds, grants, and/or other funds as received and which are not immediately needed for the payment of costs of the financing loans are needed to provide additional funds for costs of the Construction Project as required by the City, subject to the limitation that the total amount owed to said Banks at any given time shall not be in excess of \$722,500.

The City hereby covenants and agrees with said Banks that upon the issuance and delivery of the Current Bonds and/or receipt of said grants, the City will apply the proceeds thereof, to whatever extent may be necessary, in payment of the principal amount of all such Note or Notes of the City then held by said Banks, together with interest thereon to the date of such payment; and the first proceeds of said Bonds and grants are hereby pledged therefor, and such pledge shall constitute a first and prior pledge against such proceeds. The City further pledges the proceeds of the gross revenues of the System to the payment of said interim financing, such pledge ranking on a parity with the Bonds of 1971, subject to the Defined Priorities.

Although the proceeds of the Current Bonds and grants are pledged to the repayment of said interim financing, it is recognized that the proceeds of the FmHA grant may be applied to the extent required at the time of receipt of the proceeds of the FmHA grant, to the payment of costs of the Construction Project due and owing by the City at the time of receipt of such proceeds, rather than to the repayment of portions of the interim financing at that time. If and to the extent that the proceeds of the FmHA grant are in excess of any costs of the Construction Project due and owing at the time of receipt thereof, such proceeds may be applied in the same manner as hereinabove indicated, to the reduction of the amount of the interim financing, after which, such interim financing may again be increased as theretofore. In any event, the proceeds of said grant and of any other grants earmarked for the Construction Project, are pledged, together with the proceeds of the Current Bonds (plus the aforesaid inferior pledge of the revenues of the System), to the repayment of such interim financing.

It is understood that the foregoing constitutes an alternative method of obtaining interim financing, and does not preclude the authorization, public advertisement, and sale of Bond Anticipation Notes, Grant Anticipation Notes, and/or Bond and Grant Anticipation Notes, to the most favorable bidder on the open market, by concurrent or subsequent proceedings of the Governing Body of the City.

(b) Possible Multiple Advances by FmHA if Bonds Shall be Purchased by FmHA.

In the event the Bonds are purchased by the FmHA, and in the event the City is unable to obtain a commitment for commercial interim financing for the Project during construction from any Bank at reasonable rates and terms, the Mayor is authorized to request multiple advances ("Multiple Advances") of loan funds from the FmHA.

If the FmHA agrees to make Multiple Advances to the City pending the delivery of the Bonds, the Mayor is hereby authorized to execute in the name and on behalf of the City any number of Bond Anticipation Notes (not to exceed \$145,000 in principal amount), each Note evidencing an advance of funds by the FmHA to the City, such Note or Notes to be in the form prescribed by the FmHA.

Each request for an advance from the FmHA shall be accompanied by (1) a certification of the Engineers designated herein, and (2) written approval of the Mayor or by such other official of the City as may be authorized by the Governing Body; provided, however, that written approval of the Engineers shall not be required for matters not under the jurisdiction of the Engineers such as legal fees, land acquisition, and related items. The City will also furnish to the FmHA, prior to the receipt of each such advance, whatever additional documentation shall be requested by the FmHA, including a Supplemental Preliminary Legal Opinion (updated) of Bond Counsel.

The proceeds of any Multiple Advances made by the FmHA shall either be (1) disbursed directly to the parties entitled thereto for services and/or materials supplied in connection with the Project, or (2) deposited into the Construction Account and disbursed in accordance with the provisions of Section 30LB(3) hereof, in which event amounts of the City on deposit in such Account shall, until expended, to the extent that same shall exceed the amount insured by the FDIC, be fully secured by a pledge of the U. S. Obligations (without the use of a Deposit Agreement of the FmHA, unless requested by the FmHA); and a Fidelity Bond in an amount equal to not less than the maximum amount deposited in such Account must be furnished by the proper official of the City, as provided in Section 30I hereof.

The first proceeds of the Bonds are hereby pledged to the repayment of such Multiple Advances, and such pledge shall constitute a first and prior pledge against such proceeds. The City further pledges the proceeds of the revenues of the System to the repayment of said Multiple Advances, subject to Defined Priorities.

Section 303. Limitations on Investments of Funds.

The City covenants and certifies, in compliance with Federal arbitrage regulations, as follows:

(a) The City certifies, on the basis of known facts and circumstances in existence on the date of adoption of this Current Bond Ordinance, that it is not expected that the proceeds of the Current Bonds or the revenues of the System will be used in a manner which would cause such Bonds to be arbitrage bonds. The City covenants to the purchasers and/or holders of the Current Bonds that (1) the City will make no use of the proceeds of said Bonds, which, if such use had been reasonably expected on the date of issuance of such Bonds, would have caused such Bonds to be arbitrage bonds. The City covenants to the purchasers and/or holders of the Current Bonds that (1) the City will make no use of the proceeds of said Bonds, which, if such use had been reasonably expected on the date of issuance of such Bonds, would have caused such Bonds to be arbitrage bonds, and (2) that the City will comply with (i) all of the requirements of Section 103(c) of the Internal Revenue Code, and (ii) all of the requirements of the applicable Income Tax Regulations thereunder, to whatever extent is necessary to assure that the Current Bonds shall not be treated as arbitrage bonds.

(b) The City certifies, based on information furnished by the Engineers, on known facts, and on reasonable expectations at this time, as follows:

(1) that the City has entered into contracts with the Engineers in connection with the construction of the Project financed by the Current Bonds, and the fees to be paid to such Engineers will exceed at least (i) the sum of \$100,000, or (ii) an amount equal to 2-1/2% of the total cost of the Project;

(2) that work on the Project has commenced or will commence within six months from the date of issuance of the Current Bonds or from the date of the first interim financing loan made under this Ordinance, whichever occurs first;

(3) that the construction of the Project will proceed thereafter to completion with due diligence on the part of the City;

(4) that at least 85% of the spendable proceeds of the Current Bonds will be expended on the Costs of the Project within less than three years from the date of issuance of the Bonds or from the alternate date referred to in (b) (2) above;

(5) that it is anticipated that amounts on deposit in the Current Sinking Fund will be used within thirteen (13) months from the date of deposit for the payment of debt service on the Outstanding Bonds; and except for an amount equal to not more than the greater of (a) one-twelfth (1/12) of debt service requirements of the Current Bonds for the then ensuing year, or (b) one year's earnings on the Current Sinking Fund, the Current Sinking Fund will annually be depleted through such application, for current debt service requirements of the Prior Bonds and the Current Bonds;

(6) that it is not anticipated that amounts will be accumulated in any reserve fund(s) anticipated to be used for debt service on the Outstanding Bonds in excess of 15% of (a) the face amounts (par) of the original authorized issue or Series, or (b) the net proceeds thereof if sold at less than 98% of par, of whatever bonds are outstanding against and payable from the revenues of the System;

(7) that it is not reasonably anticipated that amounts accumulated in the Prior Depre-



prevent a default in the payment of principal and interest on such bonds;

(8) that the original proceeds of the issue will not exceed by more than five percent (5%) (or by any percent) the amount required (after deducting the available proceeds of said FmHA grant and said connection charges) for the costs of the Construction Project; and therefore there has not been and will not be any overissuance of the Current Bonds; and

(9) that the City has not been advised of any listing or contemplated listing by the Internal Revenue Service determining that such certification with respect to its obligations may not be relied on.

(c) The City covenants that neither the proceeds of the Current Bonds, nor "Non-Exempt Revenues of the System", as defined below, will be invested in investments which will produce a net adjusted yield in excess of the net interest cost (effective yield) of the Current Bonds, if such investment would cause the Bonds to be treated as "arbitrage bonds" within the meaning of Section 103(c)(2) of the Internal Revenue Code, as amended, and the applicable regulations thereunder; provided, however, that such proceeds and/or revenues may be invested to whatever extent and whenever such Code and/or applicable Regulations permit same to be invested without causing the Current Bonds to be treated as "arbitrage bonds."

"Non-Exempt Revenues" within the meaning of the foregoing shall be deemed to refer to revenues of the System deposited in any of the funds earmarked for or reasonably expected to be used for the payment of debt service on the Outstanding Bonds, in excess of "Exempt Revenues," which Exempt Revenues are:

(1) amounts deposited in the Sinking Fund for the purpose of paying debt service on any outstanding Bonds within 13 months from the date of deposit;

(2) amounts deposited in any reserve earmarked for or anticipated to be used for debt service on Outstanding Bonds, to the extent that such deposits do not cause the total amount of such reserves, deposits, and other excess Non-Exempt Revenues to exceed 15% of the Outstanding Bonds (referred to in (b)(6) above) for which adequate provision was made to obtain the appropriate 15% exemption;

(3) amounts deposited in a Depreciation Fund, Reserve for Replacements, Operation and Maintenance Fund, or any other fund (however designated) reasonably expected to be used for extensions, additions, improvements, repairs, or replacements to the System, and not reasonably expected to be used to pay debt service (even if pledged to be used to pay debt service in the event of the unexpected inadequacy of other funds pledged for that purpose) of Outstanding Bonds.

If, and to the extent that any Non-Exempt Revenues are on deposit and are available for investment, such funds shall be subject to the investment limitation referred to in Section 303 above.

Accordingly it is anticipated that there will be no limitation on the permissible yield on investments made from the proceeds of the Current Bonds or from the revenues of the System.

Prior to or at the time of delivery of the Current Bonds, the Mayor and/or the City Treasurer, who are hereby jointly and severally charged with the responsibility for issuing the Current Bonds, are authorized to execute the appropriate certification with reference to the matters referred to above, setting out all known and contemplated facts (apart from legal conclusions) concerning such anticipated construction, expenditures, and investments, including the execution of necessary and/or desirable certifications of the type contemplated by the "Proposed Arbitrage Regulations," as amended, in order to assure that interest on the Current Bonds will be exempt from all Federal income taxes and that such Bonds will not be treated as arbitrage bonds.

#### ARTICLE 4

OPERATION OF SYSTEM; FLOW OF FUNDS; CURRENT BONDS ON A PARITY WITH BONDS OF 1971; MONTHLY PAYMENTS OF PRINCIPAL AND INTEREST IF REQUESTED BY FmHA HOLDS OR INSURES ANY OF THE CURRENT BONDS.

Section 401. Current Bonds on a Parity With Bonds of 1971 by Consent.

In accordance with the requirements of Section 26C of the 1971 Bond Ordinance, it is hereby certified, covenanted, and declared taht prior to the issuance of the Current Bonds herein authorized, there will have been procured and filed with the City Clerk (a) a letter from the Farmers Home Administration (FmHA) to the effect that the FmHA agrees to the issuance of these Current Bonds ranking on a parity as to security and source of payment with the Bonds of 1971, all of which are held by the FmHA, toghther with (b) a certification signed by the FmHA to the effect that a legend has been typed, stamped, or otherwise affixed on each of the Bonds of 1971 held by the FmHA, evidencing the agreement of the FmHA as the then holder of said Bonds of 1971, to the issuance of the Current Bonds in the amount of \$145,000 authorized herein, so as to rank on a parity with said Bonds of 1971, sucl. legend to be in substantially the following form:

The holder of this Bond has consented to the issuance of \$145,000 of Bonds of 1983 ranking on a parity as to security and source of payment with this Bond.

Accordingly, it is hereby found and declared that the \$145,000 of Current Bonds hereby authorized shall rank and be payable on a parity with said outstanding Bonds of 1971, from the gross income and revenues of the System, subject to Defined Priorities.

Section 402. Operation of System to Continue as Heretofore; Provisions of Prior Bond Ordinances Incorporated Herein; Flow of Funds Reaffirmed; Adjustments in Required Deposits; Monthly Payments of Principal and Interest If Requested By FmHA So Long as FmHA Holds or Insures Bonds of 1971 and Current Bonds.

All proceedings preliminary to and in connection with the issuance of the prior Bonds, including provisions made for the receipt, custody, and application of the proceeds of said Bonds; for the operation of the System on a revenue-producing basis; for the segregation, allocation, and custody of the revenues derived from the operation of the System; for the enforcement and the revenues derived from the operation of the System; for the enforcement and payment of said Bonds; and all other covenants for the benefit of bondholders set out in the Prior Bond Ordinances, are hereby ratified and confirmed and shall continue in force and shall inure to the security and benefit of all Bonds, including (subject to Defined Priorities) the Current Bonds, the same as if such provisions and proceedings were set out in full herein; provided, further, that the amount of the income and revenues of the System to be paid into the Sinking Fund during each of the fiscal years so long as any of the Prior Bonds and Current Bonds are outstanding, shall be sufficient to pay when due the interest upon and principal of all of said Prior Bonds and of all of the Current Bonds, as herein-after specified.

In accordance with the requirements of Section 26D of the 1971 Bond Ordinance, it is hereby recognized that the City is obligated upon the issuance of the Current Bonds, ranking on a parity with the Prior Bonds, to provide for additional payments into the Sinking Fund to provide for the additional requirements.

Accordingly, it is hereby provided that Section 16 of the 1971 Bond Ordinance is amended and supplemented to provide further as follows:

From and after issuance and delivery of the Current Bonds, and so long as any thereof remain outstanding and unpaid, said System shall continue to be operated as at present on a fiscal year basis, and on that basis the income and revenues shall continue to be collected, segregated, accounted for and distributed (to provide for the additional debt service requirements of the Current Bonds), as follows:

A separate and special fund or account of said City distinct and apart from all other funds and accounts was heretofore created by the Prior (1967) Bond Ordinance; and was designated and identified therein as the City of Whitesburg Water and Sewer Revenue Fund (the "Revenue Fund"), which shall continue to be maintained with the Depository Bank; and the City covenants and agrees that it will continue to deposit therein, promptly as received from time to time shall continue to be used, disbursed, and applied by the City only for the purposes and in the manner and order of priorities specified in the succeeding subsections of this Section 402, all as permitted by applicable statutes, and in accordance with pre-existing contractual commitments, as follows:

A. Sinking Fund.

A separate and special fund or account of the City was created by the Prior (1955) Bond Ordinance, designated as the "City of Whitesburg Water and Sewer Bond and Interest Sinking Fund" (the "Sinking Fund"), which shall continue (together with the respective (1955, 1963, and 1971) Reserve Funds therein) to be maintained so long as any of the Prior Bonds, the Current Bonds, and any parity bonds are outstanding, in the Depository Bank, and all money deposited herein from time to time shall be used, disbursed, and applied, and are hereby irrevocably pledged, solely for the purpose of paying the principal of and interest on all of said Prior Bonds, Current Bonds, and any additional parity bonds.

At or after the time that the Current Bonds have been delivered, there shall be transferred from the Construction Account and deposited into the Sinking Fund an amount sufficient to provide for capitalized interest (initially estimated at \$8,000) during the construction of the Project, as approved by the Engineers and by the FMHA, if and to the extent not theretofore expended in paying interest on interim financing and if and to the extent then needed to pay interest during the remaining period of construction of the Project.

Until the expiration of the month in which interest on the Current Bonds is last payable out of the sum so set aside into the Sinking Fund as capitalized interest (the "capitalized interest"), there shall continue to be transferred in each month from the Revenue Fund and deposited into the Sinking Fund, amounts sufficient to meet the debt service requirements of the respective Prior Bonds as same become due, in accordance with Section 6 of the 1971 Bond Ordinance.

After the expiration and consumption of the Capitalized Interest, there shall be transferred from the Revenue Fund and deposited into the Sinking Fund, in addition to amounts sufficient to meet the debt service requirements on the respective issues of Prior Bonds and amounts sufficient to meet the debt service requirements on the respective issues of Prior Bonds and amounts sufficient to meet the debt service requirements of the Current Bonds, in monthly payments on or before the first day of each month, sums not less than:

- (i) A sum equal to one-sixth (1/6) of the next succeeding interest installment to become due on the Current Bonds then outstanding; plus
- (ii) beginning on August 1, 1984, a sum equal to one-twelfth (1/12) of the principal of the Current Bonds maturing on the next succeeding August 1.

There was also created in the 1971 Bond Ordinance (but subject to Defined Priorities), as a part of the Sinking Fund, the "1971 Debt Service Reserve" (the "1971 Reserve Fund") into which 1971 Reserve Fund there shall continue to be set apart and paid each month, not less than \$155 (increased from \$80), from the remaining funds in the Revenue Fund, until a balance of at least \$31,275 (increased from \$22,275) has been accumulated. Thereafter, such monthly payments may be discontinued, but same shall be resumed if and whenever necessary to restore and maintain said 1971 Reserve Fund to said amount of \$31,275, which is an amount equal to more than the maximum annual interest and principal payment (\$30,650) required in any year (1993) on both the Bonds of 1971 and the Current Bonds.

In the event that additional bonds ranking on a parity with the Bonds of 1971 and these Current Bonds are issued pursuant to the conditions and restrictions hereinafter set out, the monthly deposits into the Sinking Fund shall be increased to provide for payment of interest thereon and principal thereof as the same respectively become due, and to increase the 1971 Reserve Fund, at a rate substantially proportionate to the monthly rate hereinbefore prescribed, to an aggregate amount equal to (at least) the maximum amount thereafter scheduled to become due with respect to all of the outstanding Bonds of 1971, the Current Bonds, and such additional parity bonds in any period of twelve months ending on August 1.

If the City for any reason shall fail to make a monthly deposit as required, then an amount equal to the deficiency shall be set apart and deposited in the Sinking Fund out of the first available gross revenues in the ensuing month or months, which amount shall be in addition to the monthly deposit required above during such succeeding month or months.

Moneys from time to time in the Sinking Fund (and in the respective Reserve Funds) may be held in cash, in which event the same shall, to the extent not insured by FDIC, be secured by a valid pledge of U. S. Obligations, having at all times an equivalent market value; or the same may, upon order of the Governing Body of the City, be invested and reinvested in U. S. Obligations, having at all times an equivalent market value; or the same may, upon order of the Governing Body of the City, be invested and reinvested in U. S. Obligations, maturing not later than the date on which such funds are needed to pay principal and interest on outstanding bonds. Income from any such investments shall be accumulated in said Sinking Fund and applied to the purposes thereof.

B. City to make Principal and Interest Payments on a Monthly Basis so Long as FmHA Holds or Insures the Bonds of 1971 and the Current Bonds, if Requested by the FmHA.

So long as all of the Bonds of 1971 and the Current Bonds are held or insured by the FmHA, the City shall, if requested by the FmHA, make payments of amounts equal to the total of the monthly principal and interest requirements on the Bonds of 1971 and the Current Bonds, in monthly payments to the FmHA or Sinking Fund; provided further that at the option of any other owner of all of the Bonds of 1971 and/or Current Bonds, such payments shall similarly be made in monthly payments to such other owner.

C. Depreciation Fund.

A separate and special fund or account of the City was created in Section 6B of the Prior (1955) Bond Ordinance, which fund was designated "Depreciation Fund", which Fund is hereby ratified, confirmed, and ordered to be continued so long as any of the Prior Bonds, the Current Bonds, and any parity bonds are outstanding. The Prior Bond Ordinance required and it is hereby required (subject to the modifications set out herein) that 10% of the balance of the income and revenues of the System remaining after the transfers required in Section 402A above are made in each month, shall be set aside into said Depreciation Fund and expended in making good any depreciation in the System and in making any extensions, additions, and/or improvements to the System. It was further provided in the Prior (1967) Bond Ordinance, that in the event there shall be accumulated in said Depreciation Fund a balance in excess of \$18,800, such excess over and above \$18,800 may by order of the Governing Body, be transferred into the Sinking Fund to be held as a part of the Debt Service Reserves. It is hereby ordered that all such Depreciation Fund provisions shall continue in effect without reduction so long as any of the Prior Bonds and/or Current Bonds are outstanding.

D. Operation and Maintenance Fund.

A special and separate Fund of the City was heretofore created by the Prior (1955) Bond Ordinance, distinct and apart from all other Funds and accounts of the City, designated and identified as the "Operation and Maintenance Fund", and the same is hereby ratified and ordered to be continued for the benefit of the System and of All Bonds payable from the income and revenues of the System. So long as any Prior Bonds, Current Bonds, or any parity bonds, remain outstanding and unpaid, there shall continue to be deposited monthly into the Operation and Maintenance Fund, from moneys remaining in the Revenue Fund, after making the transfers required by Sections 402A and C, above (which are cumulative), sufficient funds to meet the Current Expenses of operating, maintaining, repairing, and insuring the System, pursuant to the Annual Budget, for which provision is hereinafter made.

E. Excess Funds.

Subject to the provisions for the disposition of the income and revenues of the System in Sections A, B, and D of this Section, which provisions are cumulative, and after paying or providing for the payment of debt service on any subordinate obligations, any excess funds remaining in the Revenue Fund within sixty days after the end of each fiscal year, shall be used as follows:

- (1) to retire or redeem outstanding 1955, 1963, or 1967 Bonds (or prepayment of Fully Registered Bonds) in inverse numerical and maturity (or in inverse chronological) order, at not exceeding the call price (or prepayment terms), as may be determined by the Governing Body; or
- (2) to transfer additional amounts to the Depreciation Fund; provided, however, that no such transfer shall be made unless there shall have first been accumulated in the Operation and Maintenance Fund, (the amount to the extent (not otherwise provided) of maintaining

- (4) any such excess funds may then be used for any other lawful purpose or purposes, including general fund purposes of the City.

#### ARTICLE 5.

##### COVENANTS OF CITY TO BONDOWNERS.

So long as any of the Current Bonds are outstanding and unpaid, the City covenants as follows:

##### Section 501. Rates and Charges.

The rates and charges for all services and facilities rendered by the System shall be reasonable and just, taking into account and consideration the cost and value of the System (including all extensions, additions, and improvements thereto), the cost of maintaining, repairing, and operation same, and the amounts necessary for the payment of principal of and interest on all bonds outstanding against the System, and there shall be charged such rates and charges as shall be adequate to meet the requirements of this and ARTICLE 4 hereof.

The City covenants that it will not reduce the rates and charges for the services rendered by the System without first filing with the City Clerk a certification of an Independent Consulting Engineer, as defined herein, that the annual net revenues (defined as gross revenues less current expenses) of the then existing System for the fiscal year preceding the year in which such reduction is proposed, as such annual net revenues are adjusted, after taking into account the projected reduction in "annual net revenues" anticipated to result from any such proposed rate decrease, are equal to not less than 120% of the average annual debt service requirements for principal and interest on all of the then outstanding bonds payable from the revenues of the System, calculated in the manner specified in Section 603 hereof.

##### Section 502. Books and Accounts.

If and to the extent not now fully required by the Prior Bond Ordinance, the City shall install and maintain proper records and accounts relating to the operation of the System and its financial affairs; and the holders of any of the Prior Bonds or of the Current Bonds, or their authorized representatives, shall have the right at all reasonable times to inspect the facilities of the System and all records, accounts, and data relating thereto. An annual audit on a fiscal year basis shall be made of the books and accounts pertinent to the System by a Certified Public Accountant licensed in Kentucky. No later than sixty days after the close of each fiscal year, copies of such audit reports certified by such accountant shall be promptly mailed to the Government without request, so long as the Government is the holder of any of the Current Bonds, and to any bondholder that may have made a written request for same. Monthly operation reports shall be furnished to the FmHA and to any bondholder requesting same, whenever and so long as the City is delinquent in any of the covenants set out herein. Quarterly operating reports shall be furnished to such parties at all other times.

##### Section 503. System to Continue to be operated on Fiscal Year Basis.

While any of the Prior Bonds, the Current Bonds, and any parity bonds are outstanding and unpaid and to the extent not now prohibited by law, the System shall continue to be operated and maintained on a fiscal year basis, commencing on August 1 of each year and ending on July 31 of each succeeding year, which period shall also constitute the budget year for the operation and maintenance of the System. Not later than 60 days after the beginning of each fiscal year, beginning immediately after the issuance of the Current Bonds, the City and its Governing Body agree to cause to be prepared a detailed statement of income and expenditures for the past year, a current financial statement and a "Proposed Annual Budget of Current Expenses" of the System for the then fiscal year, itemized on the basis of monthly requirements. A copy of said "proposed Annual Budget of Current Expenses" shall be mailed to any bondholder who may request in writing a copy of such Budget, and to the Government without request if the Government is the holder of any of the Current Bonds.

Current expenses shall include all reasonable and necessary expenses of operating, repairing, maintaining, and insuring the System, but shall exclude depreciation, and payments into the Sinking Fund, the respective Reserve Funds (of 1955, 1963, 1967, and 1971), and the Depreciation Fund. The City covenants that the Current Expenses incurred in any year will not exceed the reasonable and necessary amounts therefor, and that the City will not expend any amount or incur any obligation for operation or maintenance and repair in excess of the amounts provided for Current Expenses in the Annual Budget, except upon resolution by the Governing Body of the City that such expenses are necessary to operate and maintain the System. At the same time and in like manner, the City shall prepare an estimate of gross revenues to be derived from the operation of the System for said fiscal year, and, to the extent that said gross revenues are insufficient (a) to pay debt service requirements on all Outstanding Bonds during the ensuing fiscal year, (b) to accumulate and maintain all required reserves enumerated herein, and (c) to pay Current Expenses, the City shall revise the rates and charges sufficiently to provide the required funds.

If the holders of at least 50% in principal amount of the outstanding Prior Bonds and Current Bonds, or the Government so long as it is the holder of any of said Bonds, so request, the Governing Body shall hold an open hearing not later than thirty days before the beginning of the ensuing fiscal year, at which time any bondholder may appear by agent or attorney and may file written objections to such proposed budget. Notice of the time and place of such hearing shall be mailed at least 15 days prior to the hearing to each registered bondholder and to the Government.

The City and its Governing Body covenant that annually within four months after the beginning of each Fiscal Year, the annual budget of current expenses for the then current fiscal year will be adopted substantially in accordance with the preliminary or proposed annual budget, and that no expenditures for operation and maintenance expenses of the System in excess of the budgeted amount shall be made during such fiscal year unless directed by said City by a specific ordinance or resolution duly adopted.

Section 504. General Covenants.

The City through its Governing Body hereby covenants and agrees with the holders of the Current Bonds that:

- (1) It will faithfully and punctually perform all duties with reference to the System required by the Constitution and laws of the Commonwealth of Kentucky;
- (2) It will make and collect reasonable and sufficient rates and charges for services and facilities rendered by the System;
- (3) It will segregate the revenues and income from the System and make application thereof consistent with and as provided by this Ordinance;
- (4) Unless the Written request of the holders of a majority in amount of the outstanding Prior Bonds, has been obtained, the City agrees not to sell, lease, mortgage, or in any manner dispose of any integral part of the System, including any and all appurtenances thereto and extensions, additions, and/or improvements that may be made thereto, until all of the Prior Bonds and all of the Current Bonds shall have been paid or provided for in full as provided herein; subject to the provisions of Section 606 hereof;
- (5) It will maintain in good condition and continuously operate the System and appurtenances thereto and will charge such rates and charges for the services rendered thereby so that the gross income and revenues of the System will be sufficient at all times to pay the interest on and principal of the Prior Bonds, the Current Bonds, and any additional parity bonds, as same become due, to pay the cost of operation and maintaining the System, and to provide for an adequate depreciation account;
- (6) It will carry and maintain insurance on properties of the System subject to loss or damage in amounts and against hazards substantially in accordance with the practices of other districts, cities, or corporations which own and maintain water and Sewer systems under similar conditions; and so long as the Government is the owner of any of the Current Bonds, the Government will be listed as co-beneficiary on any such policy; and the City shall further comply with insurance requirements of Section 506 hereof (involving insurance on motors, tanks, and structures);

(7) It will, pursuant to KRS 96.934 and other applicable legal provisions, cause rates and charges for sewer services provided by the System to be billed simultaneously with rates and charges for water service furnished to sewer customers by the System, and will provide that water service will be discontinued to any premises where there is a failure to pay any part of the aggregate charges so billed, including such penalties and fees for disconnection and/or reconnection as may be prescribed from time to time.

Section 505. Other Covenants Applicable So Long as FmHA Holds any Bonds; Loan Resolution.

So long as the FmHA shall own any of the Current Bonds, the City shall comply with such FmHA regulations, requirements, and requests as shall be made by the FmHA, including the furnishing of operation and other financial statements, in such form and substance and for such periods as may be requested by the FmHA, the carrying of insurance of such types and in such amounts as the FmHA may specify, with insurance carriers acceptable to the FmHA, and compliance with all of the terms and conditions of the Loan Resolution (FmHA Form 442-47) executed by the City, which is hereby authorized, approved, ratified, and affirmed.

Section 506. Insurance of Motors, Tanks, and Structures.

If and to the extent not now fully required by the Prior Bond Ordinances, the City shall (a) immediately after the adoption of this Ordinance, and (b) at the time of final acceptance of the Construction Project from the contractor(s), insure all electric motors, elevated water storage tanks, sewage treatment facilities, lift stations, pumping stations, and major structures of the System, in an amount recommended by the City's Engineers and approved by the FmHA, so long as the FmHA is the owner of any of the Current Bonds, for the hazards usually covered in such area, and shall similarly insure same in an amount recommended by the City's Engineers, without the necessity of approval by the FmHA if and whenever the City has bonds outstanding against the System and none of such bonds are owned by the FmHA.

ARTICLE 6.

INFERIOR BONDS AND PARITY BONDS

Section 601. Inferior Bonds.

Except as provided below in this Section, the City shall not, so long as any of the Current Bonds (and any bonds ranking on a parity) are outstanding, issue any additional bonds payable from the revenues of the System unless the security and/or pledge of the revenues to secure such additional bonds is/are made inferior and subordinate in all respects to the security of the Current Bonds and any parity bonds.

The City expressly reserves the right at any time or times to issue its bonds or other obligations payable from the revenues of the System and not ranking on a basis of equality with the Current Bonds, without any proof of previous earnings or net revenues, provided that the consent of the FmHA must be obtained prior to the issuance of any inferior bonds so long as the FmHA holds any of the Prior (1971) Bonds, the Current Bonds, or any Parity bonds, and provided further that (after the initial completion of the Construction Project) such inferior bonds may be issued only for the purpose of providing for future extensions, additions, and/or improvements to the System, and only in express recognition of the priorities, liens, and rights created and existing for the security, source of payment, and protection of the Prior Bonds, the Current Bonds, and any additional Parity bonds; provided further, that nothing in this Section is intended to restrict or shall be construed as a restriction upon, the ordinary refunding of any of the Prior Bonds, the Current Bonds, or any other Parity Bonds.

Section 602. Parity Bonds to Complete the Construction Project.

The City hereby certifies, covenants, and agrees that in the event that the cost of completion of the construction of the Project, as hereinbefore described, shall exceed the moneys available to the City from any and all sources, the City shall have the right, if necessary, to provide for such excess, and only such excess, through the issuance of parity bonds, provided the City has obtained a certification from the Engineers to the effect that it is necessary to issue the desired amount of additional parity bonds in order to enable the

City to pay the cost (not otherwise provided) of the completion of the Construction Project, and provided the City has either complied with the provisions of Section 603 below, or has obtained (a) the consent of the FmHA as the owner of the Bonds of 1971, and (b) the consent of the FmHA if it is the purchaser of the Current Bonds, or the consent of the owners of at least three-fourths (3/4) in principal amount of the Current Bonds outstanding if the Current Bonds have been issued, sold, and delivered and are owned by owners other than the FmHA.

Section 603. Parity Bonds to Finance Future Extensions, Additions, and/or Improvements; Conditions or Showings Required.

In the 1971 Bond Ordinance, the City reserved the right and privilege, and does hereby reserve the right and privilege, of issuing additional bonds from time to time payable from the income and revenues of the System ranking on a parity with the Bonds of 1971 and with the Current Bonds, but only under the conditions specified in Section 26C of the 1971 Bond Ordinance, as herein expanded with the consent of the FmHA as the owner of the Bonds of 1971, taking into account the issuance of the Current Bonds, as follows:

(1) The facility or facilities to be constructed from the proceeds of the additional parity bonds is or are made a part of the System and its or their revenues are pledged as additional security for the additional parity bonds, for the outstanding Bonds of 1971, and for the outstanding Current Bonds.

(2) The City is in compliance with all covenants and undertakings in connection with all of the bonds then outstanding and payable from the revenues of the System or any part thereof.

(3) The annual net revenues (defined as gross revenues less essential operation and maintenance expenses) of the then existing System for the fiscal year preceding the year in which such parity bonds are to be issued, adjusted as hereinafter provided, shall equal at least one hundred twenty percent (120%) of the average annual debt service requirements for principal of and interest on all outstanding bonds payable from the revenues of the System, including such requirements of the Prior Bonds, the Current Bonds, any parity bonds then outstanding, plus the anticipated requirements of any parity bonds then proposed to be issued. The calculation of average annual debt service requirements of principal and interest on the additional bonds to be issued shall, regardless of whether such additional bonds are to be serial or term bonds, be determined on the basis of the principal of and interest on such parity bonds being payable in approximately equal annual installments.

(4) The "annual net revenues" referred to above may be adjusted for the purpose of the foregoing computations to reflect:

(i) any revision in the schedule of rates or charges being imposed at the time of the issuance of any such additional parity bonds, and

(ii) any increase in the "annual net revenues" to be realized from the proposed extensions, additions, and/or improvements being financed (in whole or in part) by such additional parity bonds; provided all such adjustments shall be based upon and included in a certification of an Independent Consulting Engineer, as defined herein.

(5) Compliance with Section 603 (1) through (4) shall not be necessary for the issuance of parity bonds if the City has obtained (a) the written consent of the FmHA for the issuance of such parity bonds, if the FmHA is the owner of all of the Bonds of 1971 and all of the Current Bonds at the time of issuance of such parity bonds; or (b) the written consent of the holders of three-fourths in principal amount of the then outstanding Current Bonds and any other parity bonds, together with the written consent of the FmHA if it is the owner of any Current Bonds and any parity bonds. Provided that if the City obtains the written consent of the holders of all Current Bonds and of all parity bonds outstanding against the System, no other prerequisite need be complied with by the City in order to issue parity bonds.

(6) Reference is made to Section 608 hereof as to the necessity of obtaining the written consent of the FmHA for the issuance of future bonds encumbering the System while the FmHA holds any bonds payable from the revenues of the System.

Section 604. Covenants to be Complied with at Time of Issuance of Parity Bonds.



The City hereby covenants and agrees that in the event any additional parity bonds are issued, the City shall:

- (1) Adjust the monthly amount to be deposited into the Sinking Fund on the same basis as that prescribed in the provisions establishing such Fund, to reflect the average annual debt service requirements of the additional parity bonds;
- (2) Adjust the minimum annual amount to be deposited monthly into the 1971 Reserve Fund on the same basis as that prescribed in the provisions establishing such Fund, to reflect the average annual debt service requirements of the additional parity bonds;
- (3) Make such additional parity bonds payable as to principal on August 1 of each year in which principal falls due, and payable as to interest on February 1 and August 1 of each year until the final maturity of such parity bonds.

Section 605. Prepayment Provisions (Conditions) Applicable to Parity Bonds.

If, in connection with any subsequently issued series of bonds secured by a parity bond on the revenues of the System, it is provided that excess revenue in the Revenue Fund shall be used to prepay bonds in advance of scheduled maturity, or if the City at its option undertakes to prepay outstanding bonds in advance of scheduled maturity, it is agreed and understood that no such prepayment will be effected without the approval of the FMHA.

Section 606. Priority of Lien; Permissible Disposition of Surplus or Obsolete Facilities; Conditions.

The City covenants and agrees that so long as any of the Prior Bonds and/or Current Bonds are outstanding, the City will not sell or otherwise dispose of any of the facilities of the System, or any part thereof, and, except as provided above, the City will not create or permit to be created any charge or lien on the revenues thereof ranking equal or prior to the charge or lien of the Prior Bonds or the Current Bonds. Notwithstanding the foregoing, the City may at any time permanently abandon the use of, or sell at fair market value, any part of the facilities of the System, provided that:

- (a) The City is in compliance with all covenants and undertakings in connection with all of the bonds then outstanding and payable from the revenues of the System, and the required Reserve(s), for such respective bonds has (have) been fully established.
- (b) It will, in the event of any such sale, apply the proceeds to either (1) redemption of Outstanding Bonds in accordance with the provisions governing prepayment of bonds in advance of maturity, or (2) replacement of the facility so disposed of by another facility, the revenues of which shall be incorporated into the System, as hereinbefore provided;
- (c) It certifies, in good faith, prior to the abandonment of use, that the facility or facilities to be abandoned are no longer economically feasible of producing net revenues;
- (d) It certifies, in good faith, that the estimated net revenues of the remaining facilities of the System for the then next succeeding fiscal year, plus the estimated net revenues of the facility or facilities, if any, then scheduled to be added to the System, comply with the earnings requirements hereinbefore provided in the provisions and conditions governing the issuance of additional Parity Bonds; and
- (e) Notwithstanding any other provisions hereof, so long as any of the Prior Bonds and/or the Current Bonds are held by the Government, the City shall not dispose of its title to the System or to any part thereof, without first obtaining the written consent of the Government.

Section 607. City Not to Issue Any Additional Bonds Ranking on a Parity With Bonds of 1955, 1963, or 1967 or Ranking Superior to Current Bonds.

So long as the FMHA shall hold any of the Current Bonds, and so long as any of the Current Bonds are outstanding, the City covenants not to issue any bonds ranking on a parity with the outstanding Bonds of 1955, 1963, or 1967, or to issue any other bonds ranking superior in security to the security of the Current Bonds.

Section 608. City Shall Not Issue Any Future Bonds or Obligations Against the System Without The Written Consent of The FmHA, So Long As FmHA Holds Any Bonds Against the System.

Notwithstanding any other provisions of this Ordinance, the City agrees that so long as the FmHA holds any bonds outstanding against and/or payable from the revenues of the System, the City will not issue any future Bonds, Notes, or other obligations against, secured by, or payable from the revenues of the System without the written consent of the FmHA.

ARTICLE 7.

DEFAULT; CONSEQUENCES.

Section 701. Events of Default.

The following items shall constitute an "event of default" on the part of the City:

- (a) The failure to pay principal of the Current Bonds or the Prior Bonds when due and payable, either at maturity or by proceedings for redemption.
- (b) The failure to pay any installments of interest on the Current Bonds or the Prior Bonds when the same shall become due and payable or within 30 days thereafter.
- (c) The failure of the City to fulfill its obligations pursuant to this Ordinance or pursuant to the Prior Bond Ordinance.
- (d) The failure to promptly repair, replace, or reconstruct facilities of the System that have been damaged and/or destroyed.
- (e) The entering of any order or decree with the consent or the acquiescence or consent of the City, its failure to have the order vacated, discharged, or stayed on appeal within 60 days after entry.
- (f) The default by the City in the due or punctual performance of any other of the Covenants, conditions, agreements, and provisions contained in the Current Bonds, the Prior Bonds, or in this Ordinance.

Section 702. Consequences of Act of Default.

Any holder of the Current Bonds may enforce and compel the performance of all duties and obligations of the City set forth herein. Upon the occurrence of an event of default, then upon the filing of a suit by any holder of said Bonds, any court having jurisdiction of the action may appoint a Receiver to administer the System on behalf of the City with power to charge and collect rates sufficient to provide for the payment of operation and maintenance expenses and for the payment of principal of and interest on the Prior Bonds and the Current Bonds, and to provide and apply the income and revenues of the System in conformity with this Ordinance and with the laws of the Commonwealth of Kentucky.

The City hereby agrees to transfer to any bona fide Receiver or other subsequent operator of the System, pursuant to any valid court order in a proceeding brought to enforce collection or payment of the City's obligation all contracts and other rights of the City pertaining to the System, conditionally, for such time only as such Receiver or operator shall operate by authority of the Court. Upon the occurrence of an event of default, the owner of any of the Bonds may by injunction require the governing body of the City to raise the rates a reasonable amount, consistent with the requirements of this Ordinance.

ARTICLE 8.

CONTRACTUAL PROVISIONS; GRANT APPROVAL;  
AND MISCELLANEOUS PROVISIONS

Section 801. This Ordinance Contractual With Bondowners.

The provisions of this Ordinance constitute a contract between the City

and its Governing Body and the owners of the Current Bonds as may be outstanding from time to time; and after the issuance of any of said Bonds, no change, alteration, or variation of any kind, of the provisions of this Ordinance shall be made in any manner which will affect a holder's rights except as herein provided or except with the written consent of all bondholders until herein provided or except with the written consent of all bondholders until such time as all of the Current Bonds and the interest thereon have been paid in full or fully provided for; provided that the Governing Body of the City may adopt any Ordinance for any purpose not inconsistent with the terms of this Ordinance and which shall not impair the security of the holders of the Current Bonds, and/or for the purpose of curing any ambiguity, or of curing, correcting, or supplementing any defective or inconsistent provisions contained herein or in any ordinance or other proceedings pertaining hereto; and provided further, that the holders of seventy-five percent (75%) in principal amount of the Current Bonds at any time outstanding shall have the right to consent to, and approve the adoption of ordinances, resolutions, or other proceedings, modifying or amending any of the terms or provisions contained in this ordinance, subject to the conditions that (a) this Ordinance shall not be so modified in any manner that may adversely affect the rights of the holders of any of the Prior Bonds, nor in any manner that may adversely affect the rights of the holders of such Current Bonds (and any parity bonds) then outstanding, or to reduce the percentage of the number of holders whose consent is required to effect a further modification; and (b) no such change may be effected without the consent of the FmHA, so long as the FmHA holds any of the Prior Bonds and/or Current Bonds.

Section 802. All Current Bonds are Equal.

The Current Bonds authorized herein shall not be entitled to priority one over the other in the application of the income and revenues of the System, or with respect to the security for their payment, regardless of the time or times of their issuance, it being the intention that there shall be no priority among any of the Current Bonds regardless of the fact that they may be actually issued and delivered at different times.

Section 803. City Obligated to Refund Current Bonds Held by Government Whenever Same is Feasible; Defeasement Prohibited.

So long as the Government is the holder of any of the Current Bonds, if it appears to the Government that the City is able to refund such Bonds in whole or in part, by obtaining a loan for such purposes from responsible cooperative or private credit sources, or to sell bonds of the City in the open market, at reasonable rates and terms, for loans or bond issues for similar purposes and periods of time, the City will, upon request of the Government, obtain such loan and/or issue such bonds in sufficient amount to repay the Government, and will take all such action as may be required in connection with such loan.

Also, so long as the Government is the holder of any of the Current Bonds, the City shall not issue any bonds or other obligations for the purpose of defeasing or otherwise terminating the lien of the Current Bonds, without immediately prepaying all of the then outstanding Current Bonds.

Section 804. Ordinance Requiring Sewer Connections is Contractual.

It is hereby represented that the City has heretofore enacted a Sewer Connection Ordinance requiring that all unconnected sources of flowable sewage, where sewers are or may hereafter be made available, shall constitute a public nuisance which shall be abated; and establishing penalties and effective dates; and it is hereby covenanted that no changes shall be made in the requirements specified in said Sewer Connection Ordinance so long as any of the Prior Bonds, the Current Bonds, or any parity bonds, are outstanding.

Section 805. Authorization of the Use of City Streets in the Construction and Maintenance of the Construction Project.

The use of all City streets, highways, alleys, and public ways for the construction and maintenance of the Construction Project, is hereby authorized, without the necessity of further permits, licenses, or other certifications from the City.

Section 806. Approval and Acceptance of FmHA Grant Agreement.

As set out in Section 105 hereof, the Farmers Home Administration has agreed to make a grant to the City in the amount of \$160,500 to supplement the proceeds of the Current Bonds in order to provide the total cost of the Construction Project, and in that connection the FmHA has requested the City to approve, accept, and execute a certain Grant Agreement (Form 1942-31) setting out the terms and conditions upon which said grant will be made. Said Grant Agreement is hereby approved and accepted, and the Mayor and the City Clerk are authorized to approve, accept, and execute said Grant Agreement on behalf of the City, to approve, accept, and execute any and all other grants offered by such agency to the City in connection with the Construction Project, and to execute any and all Grant Agreements and any other documents as may be requested by such agency in connection with grant(s) which have been and/or which may hereafter be approved for such Project.

Any steps or actions previously taken by the Mayor and City Clerk in connection with the acceptance and/or approval of said grant and/or the execution of such Grant Agreement are hereby authorized, approved, ratified, and confirmed.

Section 807. Approval and Acceptance of ARC Grant Agreement.

As set out in Section 105 hereof, the Appalachian Regional Commission has agreed to make a grant to the City in the amount of approximately \$417,000 to supplement the proceeds of the Current Bonds in order to provide the total cost of the Construction Project, and in that connection the ARC has requested the City to approve, accept, and execute said Grant Agreement on behalf of the City.

Any steps or actions previously taken by the Mayor and City Clerk in connection with the acceptance and/or approval of said grant and/or the execution of such Grant Agreement are hereby authorized, approved, ratified, and confirmed.

Section 808. Authorization of Acceptance of Any Other Grants.

The Mayor and City Clerk are also authorized on behalf of the City to approve, accept, and execute any and all other grants offered to the City in connection with the Construction Project and to execute any and all Grant Agreements and any other documents as may be requested by such agency in connection with grant(s) which have been and/or which may hereafter be approved for such project and/or any other agency which has approved a grant to the City, with reference thereto.

Section 809. Authorization of condemnation to Acquire Easements and/or Sites.

In the event that (a) any necessary deeds of easement to allow water line construction over the property of any property owner, or (b) any necessary deed to the necessary site of any water facility of the Project shall not be obtained through negotiations within 10 days after the date of enactment of this Ordinance and in the event that (1) such water lines cannot be located within the *rights-of-way of the State and/or County* road involved, and/or (2) such water facilities cannot be located on a site already owned by the City, Local Counsel employed by the City is hereby authorized and

directed to file condemnation actions to obtain such necessary easements, rights-of-way, and/or sites forthwith, without further authorization or direction from this Governing Body of the City. Local Counsel is further directed to follow the same condemnation procedure in the event that it becomes necessary, through change orders, line extensions, and/or errors in the location of property lines and/or property owners, to obtain additional easements and/or deed to site is not obtained by negotiation at least 20 days prior to the date on which construction is contemplated in or on the respective easement, right-of-way, and/or site.

The City further approves the payment from the funds available therefor (proceeds of Bonds, grants, and other funds) allocated to the costs of the Project to pay any judgment, award, or compromise, determined by Local Counsel with the acquiescence of the City Governing Body and the Mayor, toward the costs of such easements, rights-of-way, and/or sites, provided, in each instance that the payment of such funds to satisfy any judgment, award, or compromise, must first be approved by the FmHA; and it is hereby determined that if and to whatever extent the funds available from the proceeds of the Bonds, grants, and other supplemental funds, shall be inadequate to pay any judgment, award, or compromise amount for such easements, rights-of-way, and/or sites, or if the City is unable to obtain the approval of the FmHA for any such payments, the City shall make such additional amount available from the General Fund of the City and/or any other available City resources.

#### ARTICLE 9.

#### SALE OF CURRENT BONDS.

##### Section 901. Sale of Current Bonds.

The City Clerk of the City is hereby authorized and directed to cause notice of the receipt of bids for the purchase of the Current Bonds to be published pursuant to all applicable Kentucky Revised Statutes. Said Notice shall state the name and amount of Bonds to be sold, the time of the sale, and other details concerning the Bonds and the sale, and shall inform prospective bidders that a copy of the Official Notice of Sale of Bonds, setting out the schedule or principal installments, security of the Bonds, provisions as to prepayment prior to maturity, and related information, may be obtained from the City. Such Official Notice shall contain the following bidding requirements for bids for the purchase of the Current Bonds:

- A. Bidders are required to bid a cash price of not less than par value (145,000) for the Bonds.
- B. Bidders must name a single interest rate for the entire issue, which rate must be in a multiple of 1/8% or 1/10%. No specific maximum rate is applicable.
- C. Bids will be considered only for the entire \$145,000 of Bonds.
- D. Bidders (except the FmHA) are required to deposit a good faith check by cashier's check or certified check in the minimum amount of \$2,900 (2% of the face amount of the Bonds), which good faith deposit will be applied as partial payment for the Bonds, or as liquidated damages in the event that such bidder, if successful, fails to comply with the terms of his bid.
- E. The FmHA will submit a bid for the purchase of the Bonds. In the event that a bid(s) from non-governmental bidder(s) shall be received, the rate and terms of which are determined by the FmHA to be reasonable, then said FmHA bid will be withdrawn.

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- F. The lowest net interest cost will be determined by deducting the total amount of any premium bid from the aggregate amount of interest upon the Bonds, computed from the first day of the month following the date of sale of the Bonds (even though the Bonds will bear interest only from the date of delivery) to the final maturity of the Bonds.
- G. The successful bidder shall have the right to take delivery of the Bond Issue in the form of a single or series of Fully Registered Bond(s), payable in amounts consistent with the schedule of principal installments, to the successful bidder or his assignee.
- H. Bids (except a bid of the FmHA) must be made on uniform Bid Forms, and bidders interested in bidding for the Bonds with knowledge that the last maturity of the Bonds is August 1, 2022, may obtain Bid Forms and the Statement of Essential Facts from the City Clerk. All bids must be made unconditionally and in conformity with the terms of the sale. Bids must be enclosed in sealed envelopes marked "Bid for City of Whitesburg Water and Sewer Revenue Bonds of 1984," and bids must be received by the City Clerk prior to the date and hour stated in the Notice of Bond Sale.
- I. The City expects to deliver, and the successful bidder must be prepared to accept delivery of and pay for, the Bonds at the office of the City Clerk within 45 days after notice is given of the award. If said Bonds are not ready for delivery and payment within forty-five days from the aforesaid date of sale, the successful bidder shall be relieved of any liability to accept delivery of the Bonds, except that additional time may be required for delivery of the Bonds, except that additional time may be required for delivery if the Bonds are purchased by the FmHA.
- J. The City reserves the right, in its discretion, to determine the best bid or bids, to waive any informality or irregularity in the bidding and to reject any or all bids.
- K. The Bonds will be tendered within said 45-day period, and the purchaser will receive the approving legal opinion of Rubin & Hays, Municipal Bond Attorneys, Louisville, Kentucky, as to the legality and tax-exemption of said Bonds, without additional cost to the purchaser.

In the event that there is no bid or that all bids are rejected, the City may readvertise the sale pursuant to this Ordinance.

Section 902. Possible Adjustment in Date of Current Bonds, Maturities, Prepayment Provision, and Other Dates, With Consent of Purchaser if Delivery is Delayed.

In the event that delivery of the Current Bonds authorized herein is delayed for any reason until after January 1, 1985 (or January 1, 1986), the name of the Bonds may, pursuant to Resolution adopted by the Governing Body of the City, with the written consent of the purchaser of the Bonds, be changed to "City of Whitesburg Water and Sewer Revenue Bonds of 1985" (or "Bonds of 1986"), with maturities, the applicable prepayment date, and all other dates being adjusted accordingly.

ARTICLE 10.

CONCLUDING PROVISIONS

Section 1001. Severability Clause.

If any section, paragraph, clause, or provision of this Ordinance shall be held invalid, the invalidity of such section, paragraph, clause, or provision shall not affect any of the remaining provisions of this Ordinance.

Section 1002. All Provisions in Conflict Repealed.

All motions, ordinances, and orders, or parts thereof, in conflict with the provisions of this Ordinance, 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 City 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. If part hereof is invalid, the remainder shall continue in effect. The City covenants to repeat any required procedure previously taken invalidly.

Section 1003. Effective Immediately Upon Enactment of This Ordinance and Publication of a Certified Summary Thereof.

This Ordinance shall take effect and be effective immediately upon its enactment and upon publication of a certified summary hereof, as provided by law.

Given first reading on July 9, 1984.

Given second reading and enacted on July 16, 1984.

/s/ Ferdinand Moore  
Mayor

Attest:  
Robin C. Bowen  
City Clerk

I, Robin C. Bowen, City Clerk of the City of Whitesburg do hereby certify that the above Ordinance is a true and correct copy as it appears in Minutes Book No. 56-91 records are of the City of Whitesburg.

Given under my hand this 16th day of July, 1984. Robin C. Bowen  
City Clerk

RESOLUTION #107

WHEREAS, the Appalachian Regional Commission has approved the City of Whitesburg Water Expansion Project, Letcher County, Kentucky (ARC No. KY-7040-79-I-214-0615), and extended a grant offer in the amount of \$417,000 for the project to be administered by the Farmers Home Administration;

NOW THEREFORE, the City Council hereby resolves to accept this grant offer of \$ 417,000.

In witness whereof, the City Council has duly adopted this resolution and caused execution by the officers below in duplicate on this 26th day of July, 1984.

CITY OF WHITESBURGSCHEDULE OF REVENUE BOND REQUIREMENTS1989 ISSUEJune 30, 2007

<u>FISCAL YEAR ENDING JUNE 30,</u>	<u>PRINCIPAL MATURITIES DUE AUGUST 1</u>	<u>INTEREST</u>	<u>TOTAL DEBT SERVICE</u>
2008	5,000	9,775	14,775
2009	5,000	9,525	14,525
2010	6,000	9,250	15,250
2011	6,000	8,950	14,950
2012	6,000	8,650	14,650
2013	7,000	8,325	15,325
2014	7,000	7,975	14,975
2015	7,000	7,625	14,625
2016	8,000	7,250	15,250
2017	8,000	6,850	14,850
2018	8,000	6,450	14,450
2019	9,000	6,025	15,025
2020	9,000	5,575	14,575
2021	10,000	5,100	15,100
2022	10,000	4,600	14,600
2023	11,000	4,075	15,075
2024	11,000	3,525	14,525
2025	12,000	2,950	14,950
2026	12,000	2,350	14,350
2027	13,000	1,725	14,725
2028	14,000	1,050	15,050
2029	14,000	350	14,350
	<u>\$ 198,000</u>	<u>\$ 127,950</u>	<u>\$ 325,950</u>



BOND ORDINANCE

# 327

CITY OF WHITESBURG, KENTUCKY

AUTHORIZING

CITY OF WHITESBURG WATER AND SEWER REVENUE BONDS OF 1989

IN THE AMOUNT OF

\$253,000

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BOND ORDINANCE

ORDINANCE OF THE CITY OF WHITESBURG, KENTUCKY, AUTHORIZING AND PROVIDING FOR THE ISSUANCE AND SALE OF \$253,000 PRINCIPAL AMOUNT OF CITY OF WHITESBURG WATER AND SEWER REVENUE BONDS OF 1989 FOR THE PURPOSE OF FINANCING THE COST (NOT OTHERWISE PROVIDED) OF THE CONSTRUCTION OF EXTENSIONS, ADDITIONS AND IMPROVEMENTS TO THE EXISTING COMBINED AND CONSOLIDATED WATERWORKS AND SEWER SYSTEM OF SAID CITY; PROVIDING FOR SAID BONDS TO BE SUBORDINATE TO CERTAIN OUTSTANDING REVENUE BONDS OF THE CITY AND TO RANK ON A PARITY WITH CERTAIN OTHER OUTSTANDING REVENUE BONDS OF THE CITY; SETTING FORTH TERMS AND CONDITIONS UPON WHICH SAID BONDS MAY BE ISSUED AND OUTSTANDING; PROVIDING FOR THE COLLECTION, SEGREGATION AND DISTRIBUTION OF THE REVENUES OF SAID COMBINED AND CONSOLIDATED WATERWORKS AND SEWER SYSTEM; AND PROVIDING FOR AN ADVERTISED, PUBLIC, COMPETITIVE SALE OF SAID BONDS.

WHEREAS, the combined and consolidated waterworks and sewer system (the "System") of the City of Whitesburg (the "City") is owned and operated by said City pursuant to Section 82.082 and Sections 58.010 through 58.140, inclusive, of the Kentucky Revised Statutes (the "Act"), and

WHEREAS, the City has presently outstanding certain Bonds of 1963 and Bonds of 1967 (as hereinafter defined), which are payable from and secured by a first pledge of the gross revenues derived from the operation of the System, and

WHEREAS, the City presently has outstanding certain Bonds of 1971 and Bonds of 1984 (as hereinafter defined), which are payable from and secured by a second pledge of the gross revenues derived from the operation of the System, and

WHEREAS, all of the Prior Bonds presently outstanding are current as to payment of both principal and interest, and for the security of which a certain Sinking Fund and certain reserves are being maintained in the manner and by the means prescribed in the Prior Bond Ordinance (as hereinafter defined) of the City, authorizing the Prior Bonds, and

WHEREAS, it is the desire and intent of the City at this time to enact this Ordinance pursuant to the Act, to authorize and provide for the issuance of revenue bonds in the principal amount of \$253,000 (the "Current Bonds"), for the purpose of financing the cost (not otherwise provided) of the construction

of extensions, additions and improvements to the System of the City, in accordance with plans and specifications prepared by Kenroy Engineers, Inc., now on file in the office of the City Clerk of the City, and to prescribe the covenants of the City, the rights of Bondowners and the details of the issuance and sale of the proposed Current Bonds, and

WHEREAS, the City desires and intends that the Current Bonds be issued so as to rank on a parity basis with the Bonds of 1971 and the Bonds of 1984, subject to the vested rights and priorities in favor of the owners of the outstanding Bonds of 1963 and Bonds of 1967, and

WHEREAS, the Bonds of 1971 and the Bonds of 1984 were issued to and are now held by the Farmers Home Administration of the Department of Agriculture of the United States of America (the "FmHA"), and

WHEREAS, the FmHA, as the Owner of the Bonds of 1971 and the Bonds of 1984, has consented to the issuance by the City of the Current Bonds, and

WHEREAS, the proceeds of the Current Bonds will be supplemented by Grant Proceeds (as hereinafter defined) in the amount of approximately \$723,542, to provide the total cost of such construction,

NOW, THEREFORE, BE IT ORDAINED BY THE CITY OF WHITESBURG, KENTUCKY, AS FOLLOWS:

ARTICLE 1

DEFINITIONS; PURPOSE; AUTHORIZATION OF BONDS;  
SECURITY.

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

"ACT" refers to Section 82.082 and Sections 58.010 through 58.140, inclusive, of the Kentucky Revised Statutes.

"ARC GRANT" refers to the Appalachian Regional Commission grant described in Section 804 of this Ordinance.

"BEGINNING MONTH" means the month following the month in which the Current Bonds authorized herein are issued, sold and delivered to the Purchaser thereof.

"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" mean and contemplate the registered Owners of the Current Bonds at the time issued and outstanding hereunder.

"BONDS" refers to the outstanding Prior Bonds and the Current Bonds.

"BONDS OF 1955" refers to the original authorized issue of \$195,000 of bonds designated as "City of Whitesburg Water and Sewer Revenue Bonds," dated August 1, 1955, which were retired and paid off on August 1, 1988.

"BONDS OF 1963" refers to the original authorized issue of \$133,000 of bonds designated as "City of Whitesburg Water and Sewer System Revenue Bonds of 1963", dated August 1, 1963, of which there are presently outstanding \$70,000 of Bonds, scheduled to mature on August 1 in each of the years, 1989 through 1993, inclusive.

"BONDS OF 1967" refers to the original authorized issue of \$90,000 of bonds designated as "City of Whitesburg Water and Sewer Revenue Bonds, Series of 1967", dated August 1, 1967, of



which there are presently outstanding \$71,000 of Bonds, scheduled to mature on August 1 in each of the years, 1989 through 1999, inclusive.

"BONDS OF 1971" refers to the original authorized issue of \$130,000 of bonds designated as "City of Whitesburg Water and Sewer Revenue Bonds, Series 1971", dated June 22, 1972, of which there are presently outstanding \$109,500 of Bonds, scheduled to mature on August 1 in each of the years, 1989 through 1998, inclusive.

"BONDS OF 1984" refers to the original authorized issue of \$145,000 of bonds designated as "City of Whitesburg Water and Sewer Revenue Bonds of 1984", dated August 8, 1984, of which there are presently outstanding \$142,000 of Bonds, scheduled to mature on August 1 in each of the years, 1989 through 2023, inclusive.

"BOND ORDINANCE OF 1955" refers to the Ordinance authorizing the Bonds of 1955, duly enacted by the Governing Body of the City on September 26, 1955.

"BOND ORDINANCE OF 1963" or "1963 BOND ORDINANCE" refers to the Ordinance authorizing the Bonds of 1963, duly enacted by the Governing Body of the City on August 24, 1964.

"BOND ORDINANCE OF 1967" or "1967 BOND ORDINANCE" refers to the Ordinance authorizing the Bonds of 1967, duly enacted by the Governing Body of the City on October 26, 1967.

"BOND ORDINANCE OF 1971" or "1971 BOND ORDINANCE" refers to the Ordinance authorizing the Bonds of 1971, duly enacted by the Governing Body of the City on August 10, 1971.

"BOND ORDINANCE OF 1984" or "1984 BOND ORDINANCE" refers to the Ordinance authorizing the Bonds of 1984, duly enacted by the Governing Body of the City on July 16, 1984.

"CITY" refers to the City of Whitesburg, Kentucky.

"CITY CLERK" refers to the appointed City Clerk of the City.

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

"CONSTRUCTION ACCOUNT" refers to the City of Whitesburg Water and Sewer Revenue Bond Construction Account, created in Section 301(B) of this Current Bond Ordinance.

"CONSTRUCTION PROJECT" refers specifically to the construction of the currently proposed extensions, additions and improvements to the sewer portion of the System of the City, which Construction Project is being financed by the Current Bonds and by other funds.

"CONTRACTORS" means the general contractors who have been employed by the City to construct the Construction Project.

"CURRENT BOND ORDINANCE" or "ORDINANCE" refers to this Ordinance authorizing the Current Bonds.

"CURRENT BONDS" refers to the \$253,000 of City of Whitesburg Water and Sewer Revenue Bonds of 1989 authorized by this Ordinance, to be dated as of the date of issuance thereof.

"DEPOSITORY BANK" means the bank, which shall be a member of the FDIC, at which the principal of and interest on the Prior Bonds are payable and which has served and shall continue to serve as the depository of all of the Funds created in the Prior Bond Ordinance and this Current Bond Ordinance, which bank is The Bank of Whitesburg, Whitesburg, Kentucky, or its successor.

"DEPRECIATION FUND" refers to the Depreciation Fund, created in Section 6(B) of the 1955 Bond Ordinance.

"ENGINEERS" refers to the Engineers or any one of them, who prepared the plans and specifications for the construction of the Construction Project and who will supervise the construction thereof and/or will furnish full time resident inspection of the construction of the Construction Project, and shall be deemed to refer to Kenroy Engineers, Inc., or a member of said firm, or their successors.

"EPA GRANT" refers to the Environmental Protection Agency grant described in Section 805 of this Ordinance.

"EVENT OF DEFAULT" refers to one or more of the Events of Default set forth in Section 701 of this Ordinance.

"FDIC" refers to the Federal Deposit Insurance Corporation, or its successors.

"FISCAL YEAR" refers to the annual accounting period of the City, beginning on August 1 and ending on July 31 of each year.

"FmHA" means the Farmers Home Administration of the Department of Agriculture of the United States of America.

"FUNDS" refers to the Revenue Fund, the Sinking Fund, the Depreciation Fund, the Prior Reserve Fund and the Operation and Maintenance Fund.

"GOVERNING BODY" means the City Council of the City, or such other body as shall be the governing body of said City under the laws of Kentucky at any given time.

"GOVERNMENT" means the United States of America, or any agency thereof, including the FmHA.

"GRANT PROCEEDS" refers to the proceeds of the ARC Grant and the EPA Grant.

"INDEPENDENT CONSULTING ENGINEER" refers to a consulting engineer or a firm of consulting engineers of recognized excellent reputation in the field of combined and consolidated waterworks and sewer system engineering, and such definition includes the Engineers named above.

"INTERIM LENDER" means any financial institution or governmental agency approved by the City.

"LOCAL COUNSEL" refers to Daniel F. Dotson, Whitesburg, Kentucky, or any other attorney or firm of attorneys designated by the City.

"MAYOR" refers to the elected or appointed Mayor of the City.

"MULTIPLE ADVANCES" refers to the advance of loan funds from the FmHA as described in Section 302 of this Ordinance.

"NOTE" refers to a single note or any number of notes, in such form as may be prescribed by the Interim Lender, including any revenue bond anticipation notes issued pursuant to Section 58.150 of the Kentucky Revised Statutes, including any renewal or extensions of the Note, issued by the City evidencing the interim financing for the Construction Project as prescribed in Section 302 of this Ordinance.

"OPERATION AND MAINTENANCE FUND" refers to the Operation and Maintenance Fund described in Section 402(D) of this Ordinance.

"OUTSTANDING BONDS" refers to the outstanding Prior Bonds and Current Bonds, and any additional outstanding Parity 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 FmHA shall be deemed to constitute Outstanding Bonds until paid regardless of the deposit of funds to pay for same.

"PARITY BONDS" means bonds which may be issued in the future, in addition to the Prior Second Lien Bonds and the Current Bonds, which Parity Bonds issued in the future will, pursuant to the provisions of the Prior Second Lien Bond Ordinance and of this Current Ordinance, rank on a basis of parity with said outstanding Prior Second Lien Bonds and Current Bonds, as to priority, security and source of payment, and does not refer to bonds which might be issued so as to rank inferior to the security and source of payment of the outstanding Prior Bonds and Current Bonds.

"PRIOR BONDS" refers collectively to the Bonds of 1963, Bonds of 1967, Bonds of 1971 and Bonds of 1984.

"PRIOR BOND ORDINANCE" refers collectively to the 1963 Bond Ordinance, the 1967 Bond Ordinance, the 1971 Bond Ordinance and the 1984 Bond Ordinance.

"PRIOR FIRST LIEN BONDS" refers to the outstanding Bonds of 1963 and Bonds of 1967.

"PRIOR FIRST LIEN BOND ORDINANCE" refers to the 1963 Bond Ordinance and the 1967 Bond Ordinance.

"PRIOR RESERVE FUND" refers to the 1971 Debt Service Reserve, created in the 1971 Bond Ordinance.

"PRIOR SECOND LIEN BONDS" refers to the outstanding Bonds of 1971 and Bonds of 1984.

"PRIOR SECOND LIEN BOND ORDINANCE" refers to the 1971 Bond Ordinance and the 1984 Bond Ordinance.

"PURCHASER" means the agency, person, firm or firms, or their successors, to whom the Current Bonds herein authorized are awarded at the public sale of the Current Bonds, and such definition shall refer to the FmHA if it is the Purchaser of the Current Bonds at said public sale.

"REQUIRED SIGNATURES" refers to the signatures necessary to be obtained with reference to the approval of the expenditures to be made from the Construction Account, which required signatures shall consist of the signatures of (1) the Mayor, (2) the Engineers and (3) the Purchaser; provided, however, any expenditures for issuance and administrative costs and the costs of any equipment which is not permanently affixed to the real estate shall not require the signature or the approval of the Engineers.

"REVENUE FUND" refers to the City of Whitesburg Water and Sewer Revenue Fund, created in the 1967 Bond Ordinance.

"SINKING FUND" refers to the City of Whitesburg Water and Sewer Bond and Interest Sinking Fund, created in Section 6(A) of the 1955 Bond Ordinance.

"SYSTEM" refers to the existing combined and consolidated waterworks and sewer system of the City, together with all extensions, additions and improvements to said System.

"TREASURER" refers to the appointed Treasurer of the City.

"U.S. OBLIGATIONS" means bonds or notes which are the direct obligations of the United States of America, or obligations the principal of and interest on which are guaranteed by the United States of America.

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 Ordinance.

Section 102. Purpose; Construction Project. The Current Bonds shall be issued for the purpose of financing the cost (not otherwise provided) of the Construction Project, as set out in the plans and specifications prepared by the Engineers. The Governing Body hereby declares the System of the City, including the extensions, additions and improvements to be constructed, to constitute a revenue producing public project, and said System shall continue to be owned, controlled, operated and maintained by the City as a revenue producing public project pursuant to the Act, so long as any of the Prior Bonds, the Current Bonds or any additional Parity Bonds remain outstanding.

Section 103. Construction Award Approved; Work Authorized. The Governing Body hereby authorizes, approves, ratifies and confirms its previous action in advertising for and taking steps toward awarding the contracts for the construction of the Construction Project to the lowest and best bidders, and further approves the action of the City officials in entering into formal contracts with said bidders, subject to the necessary approvals being obtained. Authority is hereby given for undertaking the construction of the Construction Project according to the plans and specifications heretofore prepared by the Engineers for the City, after all necessary approvals have been obtained.

Section 104. Declaration of Period of Usefulness. The Governing Body hereby declares that the period of usefulness of the System is more than forty (40) years from the date of completion of the Construction Project.

Section 105. Authorization of Bonds. The City has heretofore determined that the total cost of the Construction Project, including preliminary expenses, land and rights-of-way, engineering expense, capitalized interest during construction,

legal and administrative costs, publication costs, initial deposits required and all incidental expenses, will not exceed \$976,542. Therefore, it is hereby determined to be necessary in order for the City to finance the cost (not otherwise provided) of the Construction Project that the City issue a total of \$253,000 of Current Bonds, based on the following calculation:

Total cost of Construction Project		\$976,542
Less:		
ARC Grant	\$300,000	
EPA Grant	<u>423,542</u>	
Total Non-Bond Funds:		<u>(723,542)</u>
Balance to be financed by Current Bonds		\$253,000

Accordingly, for the purpose of financing the cost (not otherwise provided) of the Construction Project, under the provisions of the Act, there is hereby authorized to be issued and sold \$253,000 principal amount of City of Whitesburg Water and Sewer Revenue Bonds of 1989.

The Current Bonds shall be dated as of the date of delivery to the Purchaser thereof; shall bear interest from such date at such interest rate as may be fixed by supplemental resolution as a result of the advertised sale and competitive bidding for such Current Bonds, as hereinafter provided; and shall be issued and delivered as prescribed in Section 202 hereof.

Interest on the Current Bonds shall be payable semi-annually 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 Current Bonds to the ensuing February 1 or August 1, as the case may be. Principal of the Current Bonds shall be payable on August 1 of each of the respective years until maturity, as set out in Section 201 hereof.

**Section 106. Recognition of Security of Prior First Lien Bonds.** The City hereby expressly recognizes and acknowledges that the City has previously created for the benefit and protection of the owners of the Prior First Lien Bonds, a certain pledge and certain security rights relating to the System, all as set forth in the Prior First Lien Bonds and in the Prior First Lien Bond Ordinance.

**Section 107. Current Bonds Shall be Payable on Second Lien Basis Out of Gross Revenues.** All of the Current Bonds and any additional Parity Bonds that may be issued under the conditions and restrictions hereinafter set forth, shall be payable solely on a second lien basis on a parity with the Prior Second

Lien Bonds out of the gross revenues of the System, after providing only for the requirements of the Prior First Lien Bonds, and shall be a valid claim of the Owners thereof against the Sinking Fund created for the benefit of such owners, subject to the priority of the Prior First Lien Bonds.

Section 108. Lien on Contracts. In addition to the secondary revenue pledge lien securing the Bonds, a second lien is hereby created and granted in favor of the Current Bonds on a parity with the Prior Second Lien Bonds on all contracts and on all other rights of the City pertaining to the System, enforceable by assignment to any receiver or other operator proceeding by authority of any court.



## ARTICLE 2

### THE BONDS; PRINCIPAL INSTALLMENTS; BOND FORM; EXECUTION; PREPAYMENT.

Section 201. Principal Installments. Principal installments due on the Current Bonds shall be as set forth in the schedule of maturities set out in Exhibit A attached to this Ordinance and incorporated herein.

Section 202. Issuance of Current Bonds; Bond Form. The Purchaser of the Current Bonds at the public sale shall take delivery of the Current Bonds in the form of one or more fully registered bonds, as set forth in Exhibit B attached hereto and incorporated herein, amounting in the aggregate to the principal amount of the Current Bonds authorized herein, maturing as to principal in installments as set out above. The Current Bonds shall be numbered R-1 and consecutively upward thereafter. Such Current Bonds shall, upon appropriate execution on behalf of the City 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 the registered Owner.

Section 203. Place of Payment and Manner of Execution. Both principal of and interest on the Current Bonds shall be payable at the place and in the manner set out in the form of such Current Bond. The Current Bonds shall be executed on behalf of the City by being signed manually by the Mayor of the City, with the Corporate Seal of the City affixed thereto and attested by the manual signature of the City Clerk of said City.

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

Section 204. Provisions as to Prepayment. Except when all of the Current Bonds are held by the Government, installments of principal falling due prior to January 1, 2000, shall not be subject to prepayment. Installments of principal falling due on and after January 1, 2000, shall be subject to prepayment by the City on any interest payment date falling on and after January 1, 1999, at par plus accrued interest, without any prepayment penalty.

So long as all of the Current Bonds are owned by the Government, all or any of the Current Bonds, or installments in a multiple of \$1,000, may be prepaid at any time in inverse chronological order of the installments due, at par plus accrued interest without any prepayment penalty.

ARTICLE 3

CONSTRUCTION ACCOUNT; INTERIM FINANCING;  
APPLICATION OF PROCEEDS; ARBITRAGE  
LIMITATIONS.

Section 301. The Construction Account; Fidelity Bond of Treasurer; Covenants Applicable if FmHA Purchases the Bonds; Application of Proceeds of Bonds; Other Transfers and Deposits. The Treasurer of the City, or such other City official as shall be designated by the Governing Body, shall be the custodian of all funds belonging to and associated with the System, and such funds shall be deposited in the Depository Bank. All moneys in excess of the amount insured by the FDIC in the Construction Account shall be secured by the Depository Bank in accordance with U. S. Treasury Department Circular No. 176. The officials of the City entrusted with the receipt and disbursement of funds of the System and the custody of valuable property shall be covered by a fidelity bond in the amount of not less than \$300,000 (the "Fidelity Bond"), or such larger amount as the FmHA may require, which Fidelity Bond shall be effective and secured by a surety company approved by the FmHA so long as it is owner of any of the Bonds; the FmHA and the City shall be named co-obligees in such Fidelity Bond; and the amount thereof shall not be reduced without the written consent of the FmHA; provided that whenever sums in the various accounts referred to herein (other than the Construction Account) shall exceed \$300,000, the Fidelity Bond shall be increased accordingly as requested by and with the approval of the FmHA.

In like manner, the officials of the City entrusted with the receipt and disbursement of moneys in the Construction Account shall be covered by a separate fidelity bond (the "Construction Account Fidelity Bond") with the FmHA and the City named as co-obligees in the maximum amount anticipated to be on deposit in the Construction Account at any one time as determined by the Mayor, with the approval of the FmHA. The City will segregate and earmark its various funds, consistent with this Ordinance, in such manner as to enable the City to obtain the lowest possible surety premium rate on such Fidelity Bond and Construction Account Fidelity Bond.

A. Covenants Applicable if FmHA Purchases Bonds. It is acknowledged that all covenants herein with reference to the necessity for approval of the FmHA, the necessity of observing FmHA procedure and the necessity of using FmHA forms (the "FmHA Forms"), shall apply only if the FmHA is the Purchaser of the Current Bonds and only so long as the FmHA holds the Bonds thereafter. In the event that the FmHA shall not be the Purchaser of the Current Bonds, or, after purchasing same, shall sell or transfer the Current Bonds to an Owner who shall not be the Government, all covenants herein with reference to the necessity for approval of the FmHA, the necessity of observing FmHA

procedure, and the necessity of using FmHA Forms, shall not be applicable.

B. Application of Proceeds of Current Bonds. The proceeds of the Current Bonds shall be applied as follows:

(1) Payment of Interim Financing, Costs of Construction Project, and Costs of Issuance of Bonds. Simultaneously with the delivery of the Bonds (to the extent of part or all of the proceeds of the Bonds), there shall immediately be paid to the Interim Lender (or the FmHA if Multiple Advances are made) an amount sufficient to pay principal of and interest on any temporary loans borrowed by the City in anticipation of the sale and delivery of the Current Bonds and/or of the receipt of Grant Proceeds. Also, at the time of delivery of the Current Bonds, there shall be paid all amounts then due and payable in connection with the costs of the Construction Project and in connection with the issuance of the Current Bonds.

(2) Construction Account and Grant Proceeds. If and to the extent that the proceeds of the Current Bonds shall be in excess of the amount necessary to pay the interest, principal and costs referred to in subparagraph B(1) of this Section, such excess amount shall immediately be deposited in the "City of Whitesburg Water and Sewer Revenue Bond Construction Account" hereby created, which shall be established at the Depository Bank. There shall also be deposited in said Construction Account the Grant Proceeds, as and when received, or said Grant Proceeds may be applied, to the extent necessary, to liquidate or reduce any interim financing owed by the City at the time of receipt of Grant Proceeds.

(3) Withdrawal of Funds From Construction Account. Prior to the expenditure by the City of any moneys from the Construction Account, the City must obtain written approval from the FmHA as to such expenditures, if the FmHA is the Owner of any Outstanding Bonds. The proceeds of said Construction Account shall be withdrawn only on checks signed by the Treasurer (or by such other official of the City as may be authorized by the Governing Body), provided such Treasurer or such other official shall be covered by the Construction Account Fidelity Bond required by Section 301 of this Ordinance, in payment for services and/or materials supplied in connection with the Construction Project, as evidenced by (1) a Requisition Certificate and (2) invoices and/or partial payment estimates bearing the written approval of the Engineers and the Mayor (or by such other official of the City as may be authorized by the Governing Body), and which

invoices and/or partial payment estimates must have been reviewed and approved for payment by the designated FmHA official.

Written approval or certification of the Engineers shall not be required for matters not under the jurisdiction of the Engineers, such as legal fees, land acquisition and related items. The executed Requisition Certificates shall be retained by the Treasurer and need not be furnished to the Depository Bank, which shall be authorized to honor checks signed by the Treasurer.

During construction, the City shall disburse Construction Account funds in a manner consistent with FmHA Instruction 1942.17(p)(5) of Appendix "A" to FmHA Instruction 1942-A. Form FmHA 424-18, "Partial Payment Estimate" or similar form approved by FmHA, shall be used for the purpose of documenting periodic construction estimates, and shall be submitted to FmHA for review and acceptance. Form SF-271, "Outlay Report and Request for Reimbursement for Construction Programs," shall be prepared and submitted to FmHA to account for funds expended in the last 30 day period.

After the Bonds are delivered, the City shall prepare and submit Form SF-272, "Report of Federal Cash Transactions", to report the status of federal cash received during each prior monthly period. Form FmHA 440-11, "Estimate of Funds Needed for 30-Day Period Commencing \_\_\_\_\_", will be prepared by the City and submitted to FmHA in order that a periodic Advance of Federal Cash may be requested. Forms FmHA 440-11 and SF-272 will be submitted to FmHA simultaneously.

Periodic audits of the City's Construction Account records shall be made by FmHA as determined by it to be necessary.

(4) Transfer of Capitalized Interest to Sinking Fund. There shall be transferred from the Construction Account an amount sufficient to provide for capitalized interest (initially estimated at \$10,000) during the construction of the Construction Project, as approved by the Engineers and by the FmHA. If and to the extent not theretofore expended in paying interest on interim financing and if and to the extent then needed to pay interest during the remaining period of construction of the Construction Project, such amount so transferred from the Construction Account shall be deposited in the Sinking Fund.

(5) Investment of Funds in Construction Account. Pending disbursement of amounts on deposit in the Construction Account, all such funds, or such portion of said amounts on deposit in said Construction Account as is designated by the Governing Body, shall be invested for the benefit of such Construction Account in Certificates of Deposit, savings accounts or U.S. Obligations which may be converted readily into cash, having a maturity date prior to the date when the sums invested will be needed for costs of the Construction Project (as determined by the Engineers, the Mayor and the representative of the FmHA), provided that to the extent that any amounts on deposit in said Depository Bank shall cause the total deposits of the City in said Depository Bank to exceed the amount insured by the FDIC, the same shall be continuously secured by a valid pledge of U.S. Obligations, having an equivalent market value, in conformity with Section 66.480 of the Kentucky Revised Statutes. Investments in Certificates of Deposit may be made only if a separate FmHA Form 402-4 Agreement is executed, if the FmHA has purchased any of the Bonds, and investments in Certificates of Deposit or savings accounts may be made only in such Certificates or accounts of an FDIC bank. Any such investments will be a part of the Construction Account, and income from such investments will be credited to the Construction Account. All such investments shall be subject to the limitations set out in Section 303 hereof.

(6) Statements of Contractors, Engineers, and Attorneys as to Payment. Prior to the delivery of the Current Bonds, if the FmHA is the Purchaser of the Current Bonds, the City will be required to provide the FmHA with statements from the Contractors, Engineers, and attorneys for the City that they have been paid to date in accordance with their contract or other agreements and, in the case of any Contractor, that he has paid his suppliers and subcontractors. Any exceptions must be authorized under FmHA Instructions 1942-A, Subsection 1942.17(n)(2).

(7) Disposition of Balance in Construction Account After Completion of Construction Project. When the Construction Project has been completed and all construction costs have been paid in full, as certified by the Engineers for the City and/or by the FmHA, any balance then remaining in the Construction Account may, with the consent of the State Director of the FmHA, be applied to the cost of constructing additional extensions, additions and improvements to the System (the "Additional Construction"). If such Additional Construction is to be undertaken by the Contractors previously engaged in the Construction Project, such

Additional Construction may be authorized by a change order.

If there is a balance remaining in the Construction Account after such Additional Construction, such balance (subject to legal requirements as to possible refund of any allocated portion of the balance derived from Grant Proceeds) shall be transferred to the Sinking Fund, whereupon said Construction Account shall be closed. Such remaining balance in the Construction Account so transferred to the Sinking Fund shall be used by the City immediately to prepay principal installments due on the Current Bonds in the inverse order of maturities without prepayment penalty, provided further that any balance insufficient to prepay at least \$1,000 of the principal payment falling due in any year on the Bonds will be transferred to the Depreciation Fund.

Section 302. Interim Financing Authorization.

A. Commercial Interim Financing on FmHA Loan Portion.

The City shall use interim financing for the Construction Project during construction of that portion of the cost of the Construction Project financed by the Current Bonds, if available at reasonable rates and terms.

The borrowing of up to the aggregate sum of \$253,000 from the Interim Lender is hereby authorized; and the Mayor is hereby authorized to execute the Note in the name and on behalf of the City. Each advance under the Note shall evidence a loan by the Interim Lender to the City for services rendered and/or materials supplied in connection with the Construction Project, as evidenced by a Requisition Certificate.

Interim financing shall be disbursed as follows:

(1) At the direction of the City, the Interim Lender shall disburse the proceeds of the Note by cashier's checks directly to the parties entitled thereto as set forth in the Requisition Certificate; or

(2) At the direction of the City, the Interim Lender shall deposit the proceeds of the Note in the Construction Account, in which event amounts of the City on deposit therein shall, until expended to the extent that same shall exceed the amount insured by the FDIC, be fully secured by a pledge of U.S. Obligations.

The aggregate of the principal amount of all Notes shall not exceed \$253,000. Each Note which is renewed or superseded shall be simultaneously cancelled by the Interim Lender and transmitted to the Treasurer. The rate of interest applicable to

each Note shall not exceed a reasonable rate, which rate is subject to the approval of the FmHA.

The total authorized interim financing of \$253,000 shall be the maximum indebtedness which the City may owe at any one time to the Interim Lender; provided, however, that the City may reduce the amount owed by the City to the Interim Lender from time to time as and when funds are available to the City, whether derived from the proceeds of the Grant Proceeds, the proceeds of the sale of the Current Bonds or otherwise, and may reborrow from the Interim Lender additional amounts in anticipation of the further receipt by the City of additional proceeds from the Current Bonds and/or Grant Proceeds.

The City hereby covenants and agrees with the Interim Lender that upon the issuance and delivery of the Current Bonds and/or the receipt of said Grant Proceeds, the City will apply the proceeds thereof, to whatever extent may be necessary, in payment of the principal amount of the Note, together with accrued interest thereon to the date of such payment; and the proceeds of the Current Bonds and Grant Proceeds are hereby pledged therefor, and such pledge shall constitute a first and prior charge against said proceeds.

Although the proceeds of the Current Bonds and Grant Proceeds are pledged to the repayment of said interim financing, it is recognized that the Grant Proceeds may be applied to the extent required at the time of receipt of the Grant Proceeds, to the payment of costs of the Construction Project due and owing by the City at the time of receipt of such Grant Proceeds, rather than to the repayment of portions of the interim financing at that time. If and to the extent that the Grant Proceeds are in excess of any costs of the Construction Project due and owing at the time of receipt thereof, such Grant Proceeds may be applied, in the same manner as set out hereinabove, to the reduction of the amount of the interim financing, after which, such interim financing may again be increased as theretofore.

**B. Interim Financing from Source Other than a Financial Institution or FmHA.** In the event that the City is able to obtain interim financing at a reasonable rate and on reasonable terms from any source ("Alternate Lender"), other than a Bank or the FmHA, including any state or federal agency, the provisions of subsection (A) above shall apply in all respects to such interim financing, with the reference to Banks in said subsection (A) being deemed to refer to the Alternate Lender. In addition, the Mayor and the City Clerk of the City are hereby authorized to execute any additional documents required by the Alternate Lender and approved by Bond Counsel, without any further action of the Governing Body.

**C. Commercial Interim Financing - EPA Grant Portion of Project Costs.** The City may similarly use commercial interim financing for the Project during construction for the portion of

the cost of the Project financed by the EPA Grant, and the borrowing of up to the aggregate sum of approximately \$423,542 from said "Lenders" for that purpose is hereby authorized, and the Mayor of the City or his successor (or such other official of the City as may be designated by the Governing Body of the City), is hereby authorized to execute in the name and on behalf of the City any number of negotiable promissory Notes, in such form as may be prescribed by the Lender, including Grant Anticipation Notes, each Note evidencing an advance of cash funds by the Lenders to the City.

Each interim financing loan to the City, made in anticipation of the receipt of said EPA Grant and represented by the respective Notes, shall be based upon the same approvals and shall be disbursed in the same manner as provided in subsection (A) hereof for loans made in anticipation of the receipt of Bond proceeds, except that in the event that the City maintains a separate EPA Construction Account, interim financing proceeds of the EPA Grant portion shall be deposited in the EPA Construction Account.

The authority hereby granted to the Mayor includes the execution of renewal Notes in evidence of the renewal and extension of Notes becoming due, provided (i) the aggregate of the principal of all such Notes issued in anticipation of the receipt of said EPA Grant outstanding and payable to the Lenders shall not exceed \$423,542, and (ii) each Note which is renewed or superseded is simultaneously cancelled by the Lenders and transmitted to the City Treasurer. The rate of interest applicable to each Note and to each renewal Note shall not exceed a reasonable rate.

Authority is hereby given for said total authorized interim financing of \$423,542 to be the maximum indebtedness secured by EPA Grant proceeds which the City may owe to said Lenders at any given time; provided, however, that the City may reduce the amount owed by the City to said Lenders from time to time as and when EPA Grant funds are available to the City, and may reborrow from said Lenders additional amounts in anticipation of the further receipt by the City of additional EPA Grant funds, in order thus to enable the City to save interest costs by applying the proceeds of the EPA Grant as received and which are not immediately needed for the payment of costs of the Construction Project, toward the liquidation and/or reduction of said interim financing loans until such time as additional interim financing loans are needed to provide additional funds for costs of the Construction Project as required by the City, subject to the limitation that the total amount owed to said Lenders at any given time secured by EPA Grant proceeds shall not be in excess of \$423,542.

The City hereby covenants and agrees with said Lenders that upon the receipt of said EPA Grant proceeds, or any portion thereof, the City will apply same, to whatever extent may be necessary, in payment of the principal amount of all such Notes



in the total amount of \$423,542, or less, of the City then held by the Lenders, together with interest thereon to the date of such payment; and the first proceeds of said EPA Grant are hereby pledged therefor, and such pledge shall constitute a first and prior pledge against such EPA Grant proceeds.

(D) Possible Sale of Notes. It is understood that the foregoing constitutes an alternative method of obtaining interim financing, and does not preclude the authorization, public advertisement, and sale of Bond Anticipation Notes, Grant Anticipation Notes, and/or Bond and Grant Anticipation Notes, to the most favorable bidder on the open market, by concurrent or subsequent proceedings of the Governing Body of the City.

It is hereby recognized that the City may, by Ordinance subsequently or concurrently enacted with this Ordinance, authorize the issuance, advertisement and public sale of Bond Anticipation Notes, in the principal amount of the Current Bonds, to be secured by a pledge of the proceeds of the Current Bonds and by a secondary pledge of the revenues of the System, subject to the priority of the Prior First Lien Bonds, pursuant to the provisions of KRS 58.150, and it is further recognized that the provisions of this Section 302(D) constitute (a) an alternative method of arranging interim financing if for any reason the City does not receive any proposals satisfactory to the City for the purchase of such Bond Anticipation Notes, and/or (b) a method of arranging additional interim financing, if necessary, pending the receipt of the proceeds of the aforesaid Grants, or if necessary for any other reason.

E. Multiple Advances by FmHA. In the event the Current Bonds are purchased by the FmHA, and in the event the City is unable to obtain a commitment for interim financing for the Construction Project from any Interim Lender at reasonable rates and terms, the Mayor is authorized to request Multiple Advances of loan funds from the FmHA.

If the FmHA agrees to make Multiple Advances to the City pending the delivery of the Current Bonds, the Mayor is hereby authorized to execute in the name and on behalf of the City any number of Notes. Each such Note, evidencing an advance of funds by the FmHA to the City, shall be in the form prescribed by the FmHA.

Each request for an advance from the FmHA shall be accompanied by a Requisition Certificate. The City will also furnish to the FmHA, prior to the receipt of each Multiple Advance, whatever additional documentation shall be requested by the FmHA, including an updated supplemental title opinion of Local Counsel and an updated supplemental preliminary legal opinion of Bond Counsel.

The proceeds of any Multiple Advances shall be either (i) disbursed directly to the parties entitled thereto for

services and/or materials supplied in connection with the Construction Project or (ii) deposited into the Construction Account and disbursed in accordance with the provisions of Section 301B(3) hereof, in which event amounts on deposit in such Construction Account shall, until expended, to the extent that same shall exceed the amount insured by the FDIC, be fully secured by a pledge of U.S. Obligations.

The proceeds of the Current Bonds are hereby pledged to the repayment of such Multiple Advances, and such pledge shall constitute a first and prior pledge against such proceeds. The City further pledges the gross revenues of the System to the repayment of said Multiple Advances, subject to the priority of the pledges securing the Prior First Lien Bonds.

Section 303. Arbitrage Limitations on Investment of Proceeds. The City covenants and certifies, in compliance with the Code, as follows:

(a) The City certifies, on the basis of known facts and reasonable expectations on the date of enactment of this Ordinance, that it is not expected that the proceeds of the Current Bonds will be used in a manner which would cause the Current Bonds to be "arbitrage bonds" within the meaning of Section 148 of the Code. The City covenants to the Purchaser and/or Owners of the Current Bonds that (1) the City will make no use of the proceeds of said Current Bonds which, if such use had been reasonably expected on the date of issue of such Current Bonds, would have caused such Current Bonds to be "arbitrage bonds" and (2) the City will comply with all of the requirements of the Code to whatever extent is necessary to assure that the Current 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.

(b) The City certifies, based on information furnished by the Engineers, and on known facts and reasonable expectations at this time, as follows:

- (1) that the City has entered into a contract with the Engineers for engineering services in connection with the Construction Project financed by the Current Bonds and the fees to be paid to such Engineers will exceed 2-1/2% of the total cost of the Construction Project;
- (2) that work on the Construction Project has commenced or will commence within six months from the date of issuance of the Current Bonds or from the date of the first interim

financing loan made under this Ordinance, whichever occurs first;

- (3) that the construction of said Construction Project will proceed thereafter to completion with due diligence on the part of the City;
- (4) that all of the proceeds of the Current Bonds, with the possible exception of five percent (5%) of the proceeds of the Bonds, will be expended on the costs of the Construction Project within less than three years from the date of issuance of the Current Bonds;
- (5) that it is anticipated that amounts on deposit in the Sinking Fund will be used within thirteen (13) months from the date of deposit for the payment of debt service on the Outstanding Bonds, and that, except for an amount equal to not more than the greater of (i) one-twelfth (1/12) of debt service requirements of the Outstanding Bonds for the then ensuing year or (ii) one year's earnings on the Sinking Fund, such Sinking Fund will be depleted through such application for current debt service requirements of the Outstanding Bonds;
- (6) that it is not anticipated that amounts will be accumulated in any reserve fund anticipated to be used for debt service on the Outstanding Bonds in excess of an amount reasonably required to sell the Current Bonds; provided, however, in no event shall such amount exceed the lesser of (i) the maximum annual debt service on all Outstanding Bonds, (ii) 1.25 times the average annual debt service for principal and interest on all Outstanding Bonds, or (iii) more than 10% of the face amount (par) of the Current Bonds, plus 10% of the face amount of all Prior Bonds (15% as to any Prior Bonds issued prior to August 16, 1986);
- (7) that it is not reasonably anticipated that amounts accumulated in the Depreciation Fund will be used for payment of the debt service on any Outstanding Bonds, even though such Depreciation Fund will be available if necessary to prevent a default in the payment of principal and interest on the Bonds; and

- (8) that the City has not been advised of any listing or contemplated listing by the Internal Revenue Service determining that the foregoing type of certification with respect to the City's obligations may not be relied on.

(c) The City covenants that neither the proceeds of the Bonds, nor Non-Exempt Revenues (hereinafter defined) of the City will be invested in investments which will produce a net adjusted yield in excess of the net interest cost (effective yield) of the Current Bonds, if such investment would cause the Current Bonds to be treated as "arbitrage bonds"; provided, however, that such proceeds and/or revenues may be invested to whatever extent and whenever such Code permits same to be invested without causing the Current Bonds to be treated as "arbitrage bonds".

"Non-Exempt Revenues" within the meaning of the foregoing shall be deemed to refer to revenues of the City deposited in any of the funds earmarked for or reasonably expected to be used for the payment of debt service on the Outstanding Bonds, in excess of Exempt Revenues (hereinafter defined).

"Exempt Revenues" shall consist of the following:

- (1) amounts deposited in the Sinking Fund for the purpose of paying debt service on any Outstanding Bonds within 13 months from the date of deposit;
- (2) amounts deposited in any reserve earmarked for or anticipated to be used for debt service on Outstanding Bonds, to the extent that such deposits do not cause the total amount of such reserves, deposits and other excess Non-Exempt Revenues, to exceed the limitations referred to in Section 303(b)(6) above, for which adequate provision will have been made to comply with such limitations;
- (3) amounts deposited in the Depreciation Fund, Operation and Maintenance Fund, or any other fund (however designated) reasonably expected to be used for extensions, additions, improvements, repairs or replacements to the System, and not reasonably expected to be used to pay debt service (even if pledged to be used to pay debt service in the event of the unexpected inadequacy of other funds pledged for that purpose) of Outstanding Bonds; and

- (4) an amount of the original proceeds of the Current Bonds if such amount does not exceed the lesser of five percent (5%) of the proceeds of the Current Bonds or \$100,000.

If and to the extent that any Non-Exempt Revenues are on deposit and are available for investment, such funds shall be subject to the investment limitation referred to in Section 303(a) above.

Prior to or at the time of delivery of the Current Bonds, the Mayor and/or the Treasurer (who are jointly and severally charged with the responsibility for the issuance of the Current Bonds) are authorized to execute the appropriate certification with reference to the matters referred to above, setting out all known and contemplated facts concerning such 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 Current Bonds shall be excludable from gross income for Federal income tax purposes and that the Current Bonds will not be treated as "arbitrage bonds".

## ARTICLE 4

### CURRENT BONDS ON A PARITY WITH PRIOR SECOND LIEN BONDS; FLOW OF FUNDS.

Section 401. Current Bonds on a Parity with Prior Second Lien Bonds Subject to Prior First Lien Bonds. It is hereby certified and declared that prior to the issuance of any of the Current Bonds, there will have been procured and filed with the City Clerk of the City (a) a letter from the FmHA to the effect that the FmHA agrees to the issuance of the Current Bonds ranking on a parity as to security and source of payment with the Prior Second Lien Bonds, all of which are owned by the FmHA, together with (b) a certification signed by the FmHA to the effect that a legend has been typed, stamped or otherwise affixed on each of the Prior Second Lien Bonds held by the FmHA, evidencing the agreement of the FmHA as the then Owner of the Prior Second Lien Bonds, to the issuance of the Current Bonds so as to rank on a parity with the Prior Second Lien Bonds, subject to the vested rights and priorities of the owners of the Prior First Lien Bonds, such legend to be in substantially the following form:

The holder of this Bond has consented to the issuance of \$253,000 of City of Whitesburg Water and Sewer Revenue Bonds of 1989 ranking on a parity as to security and source of payment with this Bond.

Accordingly, it is hereby found and declared that the Current Bonds shall rank and be payable on a secondary parity lien basis with said outstanding Prior Second Lien Bonds from the gross income and revenues of the System, subject to the vested rights and priorities of the owners of the Prior First Lien Bonds.

Section 402. Provisions of Prior Bond Ordinance Incorporated Herein; Adjustments in Required Deposits. All proceedings preliminary to and in connection with the issuance of said outstanding Prior Bonds of the City, including provisions made for (i) the receipt, custody and application of the proceeds of said Prior Bonds; (ii) the operation of the System on a revenue-producing basis; (iii) the segregation, allocation and custody of the revenues derived from the operation of the System; (iv) the enforcement and payment of said Prior Bonds and (v) the depreciation of the System; and all other covenants for the benefit of bondowners set out in the Prior Bond Ordinance, are hereby ratified and confirmed and shall continue in force and inure to the security and benefit of the Current Bonds, as well as of the Prior Bonds, the same as if such provisions and proceedings were set out in full herein; provided, further, that the amount of the revenues of the System, to be paid into the Sinking Fund during each of the fiscal years so long as any of the Prior Bonds and Current Bonds are outstanding, shall be sufficient to

pay when due the interest upon and principal of all of the Prior Bonds and of all of the Current Bonds, as hereinafter specified.

A. Revenue Fund. A separate and special fund or account of the City, distinct and apart from all other funds and accounts, was heretofore created by the 1967 Bond Ordinance, which fund has been and is designated and identified as the City of Whitesburg Water and Sewer Revenue Fund, in the custody of the Treasurer, which Fund has been deposited with and shall continue to be maintained and deposited with the Depository Bank, so long as any of the Prior Bonds, the Current Bonds or any Parity Bonds are outstanding. The City covenants and agrees that it will continue to deposit therein, promptly as received from time to time, all revenues of the System, as same may be extended and improved from time to time. The moneys in the Revenue Fund from time to time shall continue to be used, disbursed and applied by the City only for the purpose and in the manner and order of priorities specified in the Prior Bond Ordinance, as hereinafter modified by this Ordinance, all as permitted by the Act, and in accordance with previous contractual commitments.

B. Sinking Fund. A separate and special fund or account of the City, entitled "City of Whitesburg Water and Sewer Bond and Interest Sinking Fund, was created by the 1955 Bond Ordinance, and the same shall continue (together with the 1963 Reserve Fund and the Prior Reserve Fund therein) to be maintained as provided in the 1955 Bond Ordinance; and the City covenants and agrees that it will continue to deposit in the Sinking Fund such funds from the Revenue Fund as are required by the terms of the Prior Bond Ordinance to be so deposited; and such sums shall be held and applied by the City in the manner required by the Prior Bond Ordinance and by this Current Bond Ordinance.

At or after the delivery of the Current Bonds, there shall be transferred from the Construction Account to the Sinking Fund an amount sufficient to provide for capitalized interest (initially estimated at \$10,000) on the Current Bonds during the construction of the Construction Project, if and to the extent not theretofore expended in paying interest on interim financing and if and to the extent then needed to pay interest during the remaining period of construction of the Construction Project.

Until the expiration of the month in which interest on the Current Bonds is last payable out of the sum set aside into the Sinking Fund as capitalized interest, there shall continue to be transferred and deposited in each month from the Revenue Fund into the Sinking Fund amounts sufficient to meet the debt service requirements of the respective Prior Bonds as same become due in accordance with Section 6 of the 1971 Bond Ordinance.

After the expiration of the month in which interest on the Current Bonds is last payable out of the sum set aside into the Sinking Fund as capitalized interest, there shall be

transferred in each month from the Revenue Fund and deposited into the Sinking Fund, in addition to amounts sufficient to meet the debt service requirements on the respective Prior Bonds as same become due, on or before the 20th day of each month, for payment of interest on and principal of all of the Current Bonds, a sum equal to the total of the following:

- (1) An amount equal to one-sixth (or such larger amount as is necessary) of the next succeeding six month interest installment to become due on the Current Bonds, plus
- (2) A sum equal to one-twelfth (or such larger amount as is necessary) of the principal of the Current Bonds maturing on the next succeeding August 1.

If the City for any reason shall fail to make any monthly deposit as required, then an amount equal to the deficiency shall be set apart and deposited into the Sinking Fund out of the first available revenues in the ensuing months, which amount shall be in addition to the monthly deposit otherwise required during such succeeding months. Whenever there shall accumulate in the Sinking Fund amounts in excess of the requirements during the next twelve months for paying the principal of and interest due on the Outstanding Bonds, as same fall due, such excess may be used for redemption or prepayment of any of such Outstanding Bonds prior to maturity, as set forth in Section 204 hereof and as provided in the Prior Bond Ordinance.

C. Monthly Principal and Interest Payments if Requested by the FmHA, or Other Owner of All Outstanding Bonds. So long as any of the Prior Second Lien Bonds and Current Bonds are held or insured by the FmHA, the City shall, if requested by the FmHA, make the payments required by the preceding Section 402(B), in monthly installments to the FmHA or to the insured Owners of the Prior Second Lien Bonds and Current Bonds; provided further that at the option of any other Owner of all of the Prior Second Lien Bonds and Current Bonds, such payments shall similarly be made in monthly payments to such Owner.

D. Operation and Maintenance Fund. At or prior to the delivery of the Current Bonds there shall be transferred from the Construction Account and deposited into the Operation and Maintenance Fund, created in the 1955 Bond Ordinance, the sum of not less than \$33,000 (less any amounts thereof used for authorized purposes) to provide for the initial operation and maintenance of the System after the completion of the Construction Project. After the completion of the transfers required in this Section 402 to be made in each month, there shall next be transferred monthly from the Revenue Fund and deposited into said Operation and Maintenance Fund, sums sufficient to meet the current expenses of operating and maintaining the System. The balance maintained in said Operation and Maintenance Fund shall not be in excess of the amount required to cover anticipated



RESOLUTION 179

RESOLUTION OF THE CITY OF WHITESBURG, KENTUCKY APPROVING AND AUTHORIZING AN ASSISTANCE AGREEMENT BETWEEN THE CITY OF WHITESBURG, KENTUCKY AND THE KENTUCKY INFRASTRUCTURE AUTHORITY.

WHEREAS, the City Council ("governing authority") of City of Whitesburg, Kentucky, ("Governmental Agency") has previously determined that it is in the public interest to acquire and construct certain water facilities and improvements to the Governmental Agency's Water System (the "Project") and

WHEREAS, the Governmental Agency has made application to the Kentucky Infrastructure Authority (the "Authority") for the purpose of providing monies to construct the Project; and

WHEREAS, in order to obtain such monies, the Governmental Agency is required to enter into an Assistance Agreement with the Authority;

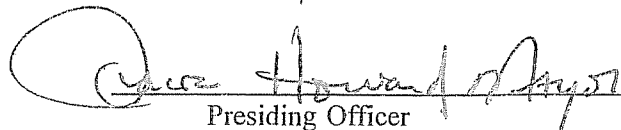
NOW, THEREFORE, BE IT RESOLVED by the governing authority of City of Whitesburg, Kentucky, as follows:

SECTION 1. That the governing authority hereby approves and authorizes the Assistance Agreement between the Governmental Agency and the Authority substantially in the form on file with the Governmental Agency for the purpose of providing the necessary financing to the Governmental Agency for the Project.

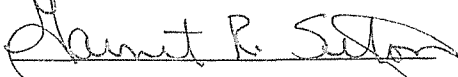
SECTION 2. That any officer of the Governmental Agency be and hereby is authorized, directed and empowered to execute necessary documents or agreements, and to otherwise act on behalf of the Governmental Agency to effect such financing.

SECTION 3. That this resolution shall take effect at the earliest time provided by law.

ADOPTED on Feb 23, 1994.

  
Presiding Officer

Attest:



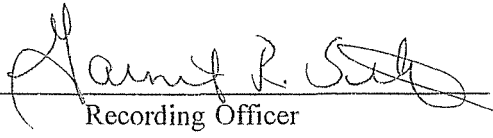
Title: City Clerk

*Sinking Fund 1999 Fund C  
Water plant*

CERTIFICATE

I, the undersigned, hereby certify that I am the duly qualified and acting City Clerk of City of Whitesburg, Kentucky; that the foregoing is a full, true and correct copy of a Resolution adopted by the governing authority of said City at a meeting duly held on Feb 23, 1994; that said official action appears as a matter of public record in the official records or journal of the governing authority; that said meeting was 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 official action has not been modified, amended, revoked or repealed and is now in full force and effect.

IN TESTIMONY WHEREOF, witness my signature this 23 day of Feb,  
1994..

  
\_\_\_\_\_  
Recording Officer

# Kentucky Infrastructure Authority

## MONTHLY PAYMENT SCHEDULE

Whitesburg, City of  
C93-03

Loan Amount 280,000.00

Payment Date	Principal	Coupon	Interest	Debt Service	Service Fee	Sinking Fund	Net Total Payment	Principal Balance Remaining
9/1/2004	1,500.00	3.000%	1,109.25	2,609.25	56.00	0.00	2,665.25	278,500.00
10/1/2004	1,500.00	3.000%	1,109.25	2,609.25	56.00	0.00	2,665.25	277,000.00
11/1/2004	1,500.00	3.000%	1,109.25	2,609.25	56.00	0.00	2,665.25	275,500.00
12/1/2004	1,500.00	3.000%	1,109.25	2,609.25	56.00	0.00	2,665.25	274,000.00
1/1/2005	1,500.00	3.000%	1,109.25	2,609.25	56.00	0.00	2,665.25	272,500.00
2/1/2005	1,500.00	3.000%	1,109.25	2,609.25	56.00	0.00	2,665.25	271,000.00
3/1/2005	1,500.00	3.000%	1,109.25	2,609.25	56.00	0.00	2,665.25	269,500.00
4/1/2005	1,500.00	3.000%	1,109.25	2,609.25	56.00	0.00	2,665.25	268,000.00
5/1/2005	1,500.00	3.000%	1,109.25	2,609.25	56.00	0.00	2,665.25	266,500.00
6/1/2005	1,500.00	3.000%	1,109.25	2,609.25	56.00	0.00	2,665.25	265,000.00
7/1/2005	1,666.67	2.250%	881.77	2,548.44	44.17	0.00	2,592.61	263,333.33
8/1/2005	1,666.67	2.250%	881.77	2,548.44	44.17	0.00	2,592.61	261,666.67
9/1/2005	1,666.67	2.250%	881.77	2,548.44	44.17	0.00	2,592.61	260,000.00
10/1/2005	1,666.67	2.250%	881.77	2,548.44	44.17	0.00	2,592.61	258,333.33
11/1/2005	1,666.67	2.250%	881.77	2,548.44	44.17	0.00	2,592.61	256,666.67
12/1/2005	1,666.67	2.250%	881.77	2,548.44	44.17	0.00	2,592.61	255,000.00
1/1/2006	1,666.67	2.250%	881.77	2,548.44	44.17	0.00	2,592.61	253,333.33
2/1/2006	1,666.67	2.250%	881.77	2,548.44	44.17	0.00	2,592.61	251,666.67
3/1/2006	1,666.67	2.250%	881.77	2,548.44	44.17	0.00	2,592.61	250,000.00
4/1/2006	1,666.67	2.250%	881.77	2,548.44	44.17	0.00	2,592.61	248,333.33
5/1/2006	1,666.67	2.250%	881.77	2,548.44	44.17	0.00	2,592.61	246,666.67
6/1/2006	1,666.67	2.250%	881.77	2,548.44	44.17	0.00	2,592.61	245,000.00
7/1/2006	1,666.67	2.500%	844.27	2,510.94	40.83	0.00	2,551.77	243,333.33
8/1/2006	1,666.67	2.500%	844.27	2,510.94	40.83	0.00	2,551.77	241,666.67
9/1/2006	1,666.67	2.500%	844.27	2,510.94	40.83	0.00	2,551.77	240,000.00
10/1/2006	1,666.67	2.500%	844.27	2,510.94	40.83	0.00	2,551.77	238,333.33
11/1/2006	1,666.67	2.500%	844.27	2,510.94	40.83	0.00	2,551.77	236,666.67
12/1/2006	1,666.67	2.500%	844.27	2,510.94	40.83	0.00	2,551.77	235,000.00
1/1/2007	1,666.67	2.500%	844.27	2,510.94	40.83	0.00	2,551.77	233,333.33
2/1/2007	1,666.67	2.500%	844.27	2,510.94	40.83	0.00	2,551.77	231,666.67
3/1/2007	1,666.67	2.500%	844.27	2,510.94	40.83	0.00	2,551.77	230,000.00
4/1/2007	1,666.67	2.500%	844.27	2,510.94	40.83	0.00	2,551.77	228,333.33
5/1/2007	1,666.67	2.500%	844.27	2,510.94	40.83	0.00	2,551.77	226,666.67
6/1/2007	1,666.67	2.500%	844.27	2,510.94	40.83	0.00	2,551.77	225,000.00
7/1/2007	1,666.67	3.000%	802.61	2,469.27	37.50	0.00	2,506.77	223,333.33
8/1/2007	1,666.67	3.000%	802.61	2,469.27	37.50	0.00	2,506.77	221,666.67
9/1/2007	1,666.67	3.000%	802.61	2,469.27	37.50	0.00	2,506.77	220,000.00
10/1/2007	1,666.67	3.000%	802.61	2,469.27	37.50	0.00	2,506.77	218,333.33
11/1/2007	1,666.67	3.000%	802.61	2,469.27	37.50	0.00	2,506.77	216,666.67
12/1/2007	1,666.67	3.000%	802.61	2,469.27	37.50	0.00	2,506.77	215,000.00
1/1/2008	1,666.67	3.000%	802.61	2,469.27	37.50	0.00	2,506.77	213,333.33
2/1/2008	1,666.67	3.000%	802.61	2,469.27	37.50	0.00	2,506.77	211,666.67
3/1/2008	1,666.67	3.000%	802.61	2,469.27	37.50	0.00	2,506.77	210,000.00
4/1/2008	1,666.67	3.000%	802.61	2,469.27	37.50	0.00	2,506.77	208,333.33
5/1/2008	1,666.67	3.000%	802.61	2,469.27	37.50	0.00	2,506.77	206,666.67
6/1/2008	1,666.67	3.000%	802.61	2,469.27	37.50	0.00	2,506.77	205,000.00
7/1/2008	1,250.00	3.000%	752.61	2,002.61	34.17	0.00	2,036.77	203,750.00
8/1/2008	1,250.00	3.000%	752.61	2,002.61	34.17	0.00	2,036.77	202,500.00
9/1/2008	1,250.00	3.000%	752.61	2,002.61	34.17	0.00	2,036.77	201,250.00
10/1/2008	1,250.00	3.000%	752.61	2,002.61	34.17	0.00	2,036.77	200,000.00
11/1/2008	1,250.00	3.000%	752.61	2,002.61	34.17	0.00	2,036.77	198,750.00
12/1/2008	1,250.00	3.000%	752.61	2,002.61	34.17	0.00	2,036.77	197,500.00

# Kentucky Infrastructure Authority

## MONTHLY PAYMENT SCHEDULE

Whitesburg, City of

C93-03

Loan Amount

280,000.00

Payment Date	Principal	Coupon	Interest	Debt Service	Service Fee	Sinking Fund	Net Total Payment	Principal Balance Remaining
1/1/2009	1,250.00	3.000%	752.61	2,002.61	34.17	0.00	2,036.77	196,250.00
2/1/2009	1,250.00	3.000%	752.61	2,002.61	34.17	0.00	2,036.77	195,000.00
3/1/2009	1,250.00	3.000%	752.61	2,002.61	34.17	0.00	2,036.77	193,750.00
4/1/2009	1,250.00	3.000%	752.61	2,002.61	34.17	0.00	2,036.77	192,500.00
5/1/2009	1,250.00	3.000%	752.61	2,002.61	34.17	0.00	2,036.77	191,250.00
6/1/2009	1,250.00	3.000%	752.61	2,002.61	34.17	0.00	2,036.77	190,000.00
7/1/2009	1,250.00	3.500%	715.11	1,965.11	31.67	0.00	1,996.77	188,750.00
8/1/2009	1,250.00	3.500%	715.11	1,965.11	31.67	0.00	1,996.77	187,500.00
9/1/2009	1,250.00	3.500%	715.11	1,965.11	31.67	0.00	1,996.77	186,250.00
10/1/2009	1,250.00	3.500%	715.11	1,965.11	31.67	0.00	1,996.77	185,000.00
11/1/2009	1,250.00	3.500%	715.11	1,965.11	31.67	0.00	1,996.77	183,750.00
12/1/2009	1,250.00	3.500%	715.11	1,965.11	31.67	0.00	1,996.77	182,500.00
1/1/2010	1,250.00	3.500%	715.11	1,965.11	31.67	0.00	1,996.77	181,250.00
2/1/2010	1,250.00	3.500%	715.11	1,965.11	31.67	0.00	1,996.77	180,000.00
3/1/2010	1,250.00	3.500%	715.11	1,965.11	31.67	0.00	1,996.77	178,750.00
4/1/2010	1,250.00	3.500%	715.11	1,965.11	31.67	0.00	1,996.77	177,500.00
5/1/2010	1,250.00	3.500%	715.11	1,965.11	31.67	0.00	1,996.77	176,250.00
6/1/2010	1,250.00	3.500%	715.11	1,965.11	31.67	0.00	1,996.77	175,000.00
7/1/2010	1,666.67	3.750%	671.36	2,338.02	29.17	0.00	2,367.19	173,333.33
8/1/2010	1,666.67	3.750%	671.36	2,338.02	29.17	0.00	2,367.19	171,666.67
9/1/2010	1,666.67	3.750%	671.36	2,338.02	29.17	0.00	2,367.19	170,000.00
10/1/2010	1,666.67	3.750%	671.36	2,338.02	29.17	0.00	2,367.19	168,333.33
11/1/2010	1,666.67	3.750%	671.36	2,338.02	29.17	0.00	2,367.19	166,666.67
12/1/2010	1,666.67	3.750%	671.36	2,338.02	29.17	0.00	2,367.19	165,000.00
1/1/2011	1,666.67	3.750%	671.36	2,338.02	29.17	0.00	2,367.19	163,333.33
2/1/2011	1,666.67	3.750%	671.36	2,338.02	29.17	0.00	2,367.19	161,666.67
3/1/2011	1,666.67	3.750%	671.36	2,338.02	29.17	0.00	2,367.19	160,000.00
4/1/2011	1,666.67	3.750%	671.36	2,338.02	29.17	0.00	2,367.19	158,333.33
5/1/2011	1,666.67	3.750%	671.36	2,338.02	29.17	0.00	2,367.19	156,666.67
6/1/2011	1,666.67	3.750%	671.36	2,338.02	29.17	0.00	2,367.19	155,000.00
7/1/2011	1,666.67	5.000%	608.86	2,275.52	25.83	0.00	2,301.36	153,333.33
8/1/2011	1,666.67	5.000%	608.86	2,275.52	25.83	0.00	2,301.36	151,666.67
9/1/2011	1,666.67	5.000%	608.86	2,275.52	25.83	0.00	2,301.36	150,000.00
10/1/2011	1,666.67	5.000%	608.86	2,275.52	25.83	0.00	2,301.36	148,333.33
11/1/2011	1,666.67	5.000%	608.86	2,275.52	25.83	0.00	2,301.36	146,666.67
12/1/2011	1,666.67	5.000%	608.86	2,275.52	25.83	0.00	2,301.36	145,000.00
1/1/2012	1,666.67	5.000%	608.86	2,275.52	25.83	0.00	2,301.36	143,333.33
2/1/2012	1,666.67	5.000%	608.86	2,275.52	25.83	0.00	2,301.36	141,666.67
3/1/2012	1,666.67	5.000%	608.86	2,275.52	25.83	0.00	2,301.36	140,000.00
4/1/2012	1,666.67	5.000%	608.86	2,275.52	25.83	0.00	2,301.36	138,333.33
5/1/2012	1,666.67	5.000%	608.86	2,275.52	25.83	0.00	2,301.36	136,666.67
6/1/2012	1,666.67	5.000%	608.86	2,275.52	25.83	0.00	2,301.36	135,000.00
7/1/2012	1,666.67	5.250%	525.52	2,192.19	22.50	0.00	2,214.69	133,333.33
8/1/2012	1,666.67	5.250%	525.52	2,192.19	22.50	0.00	2,214.69	131,666.67
9/1/2012	1,666.67	5.250%	525.52	2,192.19	22.50	0.00	2,214.69	130,000.00
10/1/2012	1,666.67	5.250%	525.52	2,192.19	22.50	0.00	2,214.69	128,333.33
11/1/2012	1,666.67	5.250%	525.52	2,192.19	22.50	0.00	2,214.69	126,666.67
12/1/2012	1,666.67	5.250%	525.52	2,192.19	22.50	0.00	2,214.69	125,000.00
1/1/2013	1,666.67	5.250%	525.52	2,192.19	22.50	0.00	2,214.69	123,333.33
2/1/2013	1,666.67	5.250%	525.52	2,192.19	22.50	0.00	2,214.69	121,666.67
3/1/2013	1,666.67	5.250%	525.52	2,192.19	22.50	0.00	2,214.69	120,000.00
4/1/2013	1,666.67	5.250%	525.52	2,192.19	22.50	0.00	2,214.69	118,333.33
5/1/2013	1,666.67	5.250%	525.52	2,192.19	22.50	0.00	2,214.69	116,666.67

# Kentucky Infrastructure Authority

## MONTHLY PAYMENT SCHEDULE

Whitesburg, City of

C93-03

Loan Amount

280,000.00

Payment Date	Principal	Coupon	Interest	Debt Service	Service Fee	Sinking Fund	Net Total Payment	Principal Balance Remaining
6/1/2013	1,666.67	5.250%	525.52	2,192.19	22.50	0.00	2,214.69	115,000.00
7/1/2013	1,666.67	5.250%	438.02	2,104.69	19.17	0.00	2,123.86	113,333.33
8/1/2013	1,666.67	5.250%	438.02	2,104.69	19.17	0.00	2,123.86	111,666.67
9/1/2013	1,666.67	5.250%	438.02	2,104.69	19.17	0.00	2,123.86	110,000.00
10/1/2013	1,666.67	5.250%	438.02	2,104.69	19.17	0.00	2,123.86	108,333.33
11/1/2013	1,666.67	5.250%	438.02	2,104.69	19.17	0.00	2,123.86	106,666.67
12/1/2013	1,666.67	5.250%	438.02	2,104.69	19.17	0.00	2,123.86	105,000.00
1/1/2014	1,666.67	5.250%	438.02	2,104.69	19.17	0.00	2,123.86	103,333.33
2/1/2014	1,666.67	5.250%	438.02	2,104.69	19.17	0.00	2,123.86	101,666.67
3/1/2014	1,666.67	5.250%	438.02	2,104.69	19.17	0.00	2,123.86	100,000.00
4/1/2014	1,666.67	5.250%	438.02	2,104.69	19.17	0.00	2,123.86	98,333.33
5/1/2014	1,666.67	5.250%	438.02	2,104.69	19.17	0.00	2,123.86	96,666.67
6/1/2014	1,666.67	5.250%	438.02	2,104.69	19.17	0.00	2,122.86	95,000.00
7/1/2014	1,666.67	4.000%	350.52	2,017.19	15.83	0.00	2,033.02	93,333.33
8/1/2014	1,666.67	4.000%	350.52	2,017.19	15.83	0.00	2,033.02	91,666.67
9/1/2014	1,666.67	4.000%	350.52	2,017.19	15.83	0.00	2,033.02	90,000.00
10/1/2014	1,666.67	4.000%	350.52	2,017.19	15.83	0.00	2,033.02	88,333.33
11/1/2014	1,666.67	4.000%	350.52	2,017.19	15.83	0.00	2,033.02	86,666.67
12/1/2014	1,666.67	4.000%	350.52	2,017.19	15.83	0.00	2,033.02	85,000.00
1/1/2015	1,666.67	4.000%	350.52	2,017.19	15.83	0.00	2,033.02	83,333.33
2/1/2015	1,666.67	4.000%	350.52	2,017.19	15.83	0.00	2,033.02	81,666.67
3/1/2015	1,666.67	4.000%	350.52	2,017.19	15.83	0.00	2,033.02	80,000.00
4/1/2015	1,666.67	4.000%	350.52	2,017.19	15.83	0.00	2,033.02	78,333.33
5/1/2015	1,666.67	4.000%	350.52	2,017.19	15.83	0.00	2,033.02	76,666.67
6/1/2015	1,666.67	4.000%	350.52	2,017.19	15.83	0.00	2,033.02	75,000.00
7/1/2015	2,083.33	4.125%	283.86	2,367.19	12.50	0.00	2,379.69	72,916.67
8/1/2015	2,083.33	4.125%	283.86	2,367.19	12.50	0.00	2,379.69	70,833.33
9/1/2015	2,083.33	4.125%	283.86	2,367.19	12.50	0.00	2,379.69	68,750.00
10/1/2015	2,083.33	4.125%	283.86	2,367.19	12.50	0.00	2,379.69	66,666.67
11/1/2015	2,083.33	4.125%	283.86	2,367.19	12.50	0.00	2,379.69	64,583.33
12/1/2015	2,083.33	4.125%	283.86	2,367.19	12.50	0.00	2,379.69	62,500.00
1/1/2016	2,083.33	4.125%	283.86	2,367.19	12.50	0.00	2,379.69	60,416.67
2/1/2016	2,083.33	4.125%	283.86	2,367.19	12.50	0.00	2,379.69	58,333.33
3/1/2016	2,083.33	4.125%	283.86	2,367.19	12.50	0.00	2,379.69	56,250.00
4/1/2016	2,083.33	4.125%	283.86	2,367.19	12.50	0.00	2,379.69	54,166.67
5/1/2016	2,083.33	4.125%	283.86	2,367.19	12.50	0.00	2,379.69	52,083.33
6/1/2016	2,083.33	4.125%	283.86	2,367.19	12.50	0.00	2,379.69	50,000.00
7/1/2016	2,083.33	5.250%	197.92	2,281.25	8.33	0.00	2,289.58	47,916.67
8/1/2016	2,083.33	5.250%	197.92	2,281.25	8.33	0.00	2,289.58	45,833.33
9/1/2016	2,083.33	5.250%	197.92	2,281.25	8.33	0.00	2,289.58	43,750.00
10/1/2016	2,083.33	5.250%	197.92	2,281.25	8.33	0.00	2,289.58	41,666.67
11/1/2016	2,083.33	5.250%	197.92	2,281.25	8.33	0.00	2,289.58	39,583.33
12/1/2016	2,083.33	5.250%	197.92	2,281.25	8.33	0.00	2,289.58	37,500.00
1/1/2017	2,083.33	5.250%	197.92	2,281.25	8.33	0.00	2,289.58	35,416.67
2/1/2017	2,083.33	5.250%	197.92	2,281.25	8.33	0.00	2,289.58	33,333.33
3/1/2017	2,083.33	5.250%	197.92	2,281.25	8.33	0.00	2,289.58	31,250.00
4/1/2017	2,083.33	5.250%	197.92	2,281.25	8.33	0.00	2,289.58	29,166.67
5/1/2017	2,083.33	5.250%	197.92	2,281.25	8.33	0.00	2,289.58	27,083.33
6/1/2017	2,083.33	5.250%	197.92	2,281.25	8.33	0.00	2,289.58	25,000.00
7/1/2017	2,083.33	4.250%	88.54	2,171.88	4.17	-330.58	1,845.46	22,916.67
8/1/2017	2,083.33	4.250%	88.54	2,171.88	4.17	-330.58	1,845.46	20,833.33
9/1/2017	2,083.33	4.250%	88.54	2,171.88	4.17	-330.58	1,845.46	18,750.00
10/1/2017	2,083.33	4.250%	88.54	2,171.88	4.17	-330.58	1,845.46	16,666.67

# Kentucky Infrastructure Authority

## MONTHLY PAYMENT SCHEDULE

Whitesburg, City of  
C93-03

Loan Amount 280,000.00

Payment Date	Principal	Coupon	Interest	Debt Service	Service Fee	Sinking Fund	Net Total Payment	Principal Balance Remaining
11/1/2017	2,083.33	4.250%	88.54	2,171.88	4.17	-330.58	1,845.46	14,583.33
12/1/2017	2,083.33	4.250%	88.54	2,171.88	4.17	-330.58	1,845.46	12,500.00
1/1/2018	2,083.33	4.250%	88.54	2,171.88	4.17	-330.58	1,845.46	10,416.67
2/1/2018	2,083.33	4.250%	88.54	2,171.88	4.17	-330.58	1,845.46	8,333.33
3/1/2018	2,083.33	4.250%	88.54	2,171.88	4.17	-330.58	1,845.46	6,250.00
4/1/2018	2,083.33	4.250%	88.54	2,171.88	4.17	-330.58	1,845.46	4,166.67
5/1/2018	2,083.33	4.250%	88.54	2,171.88	4.17	-330.58	1,845.46	2,083.33
6/1/2018	2,083.33	4.250%	88.54	2,171.88	4.17	-330.58	1,845.46	0.00
<b>TOTAL</b>	<b>280,000.00</b>		<b>97,023.90</b>	<b>377,023.90</b>	<b>4,470.00</b>	<b>-3,967.00</b>	<b>377,526.90</b>	

RESOLUTION OF THE CITY OF WHITESBURG, KENTUCKY APPROVING AND AUTHORIZING AN ASSISTANCE AGREEMENT BETWEEN THE CITY OF WHITSBURG, KENTUCKY AND THE KENTUCKY INFRASTRUCTURE AUTHORITY.

WHEREAS, the City Council, ("governing authority") of the City of Whitesburg, Kentucky ("Governmental Agency") has previously determined that it is in the public interest to acquire and construct certain facilities and improvements to the Governmental Agency's water system (the "Project"); and

WHEREAS, the Governmental Agency has made application to the Kentucky Infrastructure Authority (the "Authority") for the purpose of providing monies to construct the Project; and

WHEREAS, in order to obtain such monies, the Governmental Agency is required to enter into an Assistance Agreement with the Authority;


NOW, THEREFORE, BE IT RESOLVED by the City of Whitesburg, Kentucky, as follows:

SECTION 1. That the governing authority hereby approves and authorizes the Assistance Agreement between the Governmental Agency and the Authority substantially in the form on file with the Governmental Agency for the purpose of providing the necessary financing to the Governmental Agency for the Project.

SECTION 2. That any officer of the Governmental Agency be and hereby is authorized, directed and empowered to execute necessary documents or agreements, and to otherwise act on behalf of the Governmental Agency to effect such financing.

SECTION 3. That this resolution shall take effect at the earliest time provided by law.

ADOPTED on December 7, 1993.

  
\_\_\_\_\_  
Presiding Officer

Attest:

Harriet B. Supton

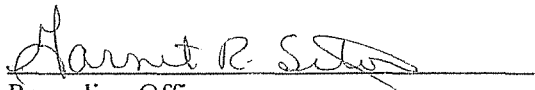
Title: City Clerk

*Sinking Fund 1995  
Water plant*

CERTIFICATE

I, the undersigned, hereby certify that I am the duly qualified and acting City Clerk of the City of Whitesburg, Kentucky; that the foregoing is a full, true and correct copy of a Resolution adopted by the governing authority of said Governmental Agency at a meeting duly held on December 7, 1993; that said official action appears as a matter of public record in the official records or journal of the governing authority; that said meeting was 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 official action has not been modified, amended, revoked or repealed and is now in full force and effect.

IN TESTIMONY WHEREOF, witness my signature this 7 day of December, 1993.

  
Recording Officer



2.70% Rate  
 \$30,313.47 P & I

Payment Date	Principal Due	Interest Due	Interest Rate	Principal & Interest	Servicing Fee	Credit Due	Total Payment	Principal Balance	R & M Reserve	Total Reserve
								\$932,179.00		
12/01/98	\$17,729.05	\$12,618.90	2.70%	\$30,347.95	\$932.18	\$0.00	\$31,280.13	\$914,449.95	\$3,128.01	\$3,128.01
06/01/99	\$17,968.39	\$12,345.07	2.70%	\$30,313.47	\$914.45	\$0.00	\$31,227.92	\$896,481.56	\$3,122.79	\$6,250.80
12/01/99	\$18,210.97	\$12,102.50	2.70%	\$30,313.47	\$896.48	\$0.00	\$31,209.95	\$878,270.59	\$3,120.99	\$9,371.80
06/01/00	\$18,456.82	\$11,856.65	2.70%	\$30,313.47	\$878.27	\$0.00	\$31,191.74	\$859,813.77	\$3,119.17	\$12,490.97
12/01/00	\$18,705.98	\$11,607.49	2.70%	\$30,313.47	\$859.81	\$0.00	\$31,173.28	\$841,107.79	\$3,117.33	\$15,608.30
06/01/01	\$18,958.51	\$11,354.96	2.70%	\$30,313.47	\$841.11	\$0.00	\$31,154.58	\$822,149.28	\$3,115.46	\$18,723.76
12/01/01	\$19,214.45	\$11,099.02	2.70%	\$30,313.47	\$822.15	\$0.00	\$31,135.62	\$802,934.83	\$3,113.56	\$21,837.32
06/01/02	\$19,473.85	\$10,839.62	2.70%	\$30,313.47	\$802.93	\$0.00	\$31,116.40	\$783,460.98	\$3,111.64	\$24,948.96
12/01/02	\$19,736.74	\$10,576.72	2.70%	\$30,313.47	\$783.46	\$0.00	\$31,096.93	\$763,724.23	\$3,109.69	\$28,058.65
06/01/03	\$20,003.19	\$10,310.28	2.70%	\$30,313.47	\$763.72	\$0.00	\$31,077.19	\$743,721.04	\$3,107.72	\$31,166.37
12/01/03	\$20,273.23	\$10,040.23	2.70%	\$30,313.47	\$743.72	\$0.00	\$31,057.19	\$723,447.81	\$3,105.72	\$34,272.09
06/01/04	\$20,546.92	\$9,766.55	2.70%	\$30,313.47	\$723.45	\$0.00	\$31,036.92	\$702,900.88	\$3,103.69	\$37,375.78
12/01/04	\$20,824.31	\$9,489.16	2.70%	\$30,313.47	\$702.90	\$0.00	\$31,016.37	\$682,076.58	\$3,101.64	\$40,477.42
06/01/05	\$21,106.43	\$9,208.03	2.70%	\$30,313.47	\$682.08	\$0.00	\$30,995.54	\$660,971.14	\$3,099.55	\$43,576.98
12/01/05	\$21,390.36	\$8,923.11	2.70%	\$30,313.47	\$660.97	\$0.00	\$30,974.44	\$639,580.79	\$3,031.97	\$46,608.95
06/01/06	\$21,679.13	\$8,634.34	2.70%	\$30,313.47	\$639.58	\$0.00	\$30,953.05	\$617,901.66		\$46,608.95
12/01/06	\$21,971.80	\$8,341.67	2.70%	\$30,313.47	\$617.90	\$0.00	\$30,931.37	\$595,929.86		\$46,608.95
06/01/07	\$22,268.42	\$8,045.05	2.70%	\$30,313.47	\$595.93	\$0.00	\$30,909.40	\$573,661.45		\$46,608.95
12/01/07	\$22,569.04	\$7,744.43	2.70%	\$30,313.47	\$573.66	\$0.00	\$30,887.13	\$551,092.41		\$46,608.95
06/01/08	\$22,873.72	\$7,439.75	2.70%	\$30,313.47	\$551.09	\$0.00	\$30,864.56	\$528,218.69		\$46,608.95
12/01/08	\$23,182.52	\$7,130.95	2.70%	\$30,313.47	\$528.22	\$0.00	\$30,841.89	\$505,036.17		\$46,608.95
06/01/09	\$23,495.48	\$6,817.99	2.70%	\$30,313.47	\$505.04	\$0.00	\$30,818.50	\$481,540.69		\$46,608.95
12/01/09	\$23,812.67	\$6,500.80	2.70%	\$30,313.47	\$481.54	\$0.00	\$30,795.01	\$457,728.02		\$46,608.95
06/01/10	\$24,134.14	\$6,179.33	2.70%	\$30,313.47	\$457.73	\$0.00	\$30,771.20	\$433,593.86		\$46,608.95
12/01/10	\$24,459.95	\$5,853.52	2.70%	\$30,313.47	\$433.59	\$0.00	\$30,747.06	\$409,133.93		\$46,608.95
06/01/11	\$24,790.16	\$5,523.31	2.70%	\$30,313.47	\$409.13	\$0.00	\$30,722.60	\$384,343.77		\$46,608.95
12/01/11	\$25,124.83	\$5,188.64	2.70%	\$30,313.47	\$384.34	\$0.00	\$30,697.81	\$359,218.95		\$46,608.95
06/01/12	\$25,464.01	\$4,849.46	2.70%	\$30,313.47	\$359.22	\$0.00	\$30,672.69	\$333,754.93		\$46,608.95
12/01/12	\$25,807.78	\$4,505.89	2.70%	\$30,313.47	\$333.75	\$0.00	\$30,647.22	\$307,947.16		\$46,608.95
06/01/13	\$26,156.18	\$4,157.29	2.70%	\$30,313.47	\$307.95	\$0.00	\$30,621.42	\$281,790.98		\$46,608.95
12/01/13	\$26,509.29	\$3,804.18	2.70%	\$30,313.47	\$281.79	\$0.00	\$30,595.26	\$255,281.69		\$46,608.95
06/01/14	\$26,867.17	\$3,446.30	2.70%	\$30,313.47	\$255.28	\$0.00	\$30,568.75	\$228,414.52		\$46,608.95
12/01/14	\$27,229.87	\$3,083.60	2.70%	\$30,313.47	\$228.41	\$0.00	\$30,541.88	\$201,184.65		\$46,608.95
06/01/15	\$27,597.46	\$2,715.99	2.70%	\$30,313.47	\$201.18	\$0.00	\$30,514.65	\$173,587.17		\$46,608.95
12/01/15	\$27,970.04	\$2,343.43	2.70%	\$30,313.47	\$173.59	\$0.00	\$30,487.06	\$145,617.13		\$46,608.95
06/01/16	\$28,347.64	\$1,965.83	2.70%	\$30,313.47	\$145.62	\$0.00	\$30,459.09	\$117,269.49		\$46,608.95
12/01/16	\$28,730.33	\$1,583.14	2.70%	\$30,313.47	\$117.27	\$0.00	\$30,430.74	\$88,539.18		\$46,608.95
06/01/17	\$29,118.19	\$1,195.28	2.70%	\$30,313.47	\$88.54	\$0.00	\$30,402.01	\$59,420.98		\$46,608.95
12/01/17	\$29,511.29	\$802.18	2.70%	\$30,313.47	\$59.42	\$0.00	\$30,372.89	\$29,909.69		\$46,608.95
06/01/18	\$29,909.69	\$403.78	2.70%	\$30,313.47	\$29.91	\$0.00	\$30,343.38	\$0.00		\$46,608.95
Totals	\$932,179.00	\$280,394.21		\$1,212,573.21	\$20,767.39	\$0.00	\$1,233,340.60		\$46,608.95	

CITY OF WHITESBURGSCHEDULE OF REVENUE BOND REQUIREMENTS2000 ISSUEJune 30, 2007

<u>FISCAL YEAR</u> <u>ENDING</u> <u>JUNE 30,</u>	<u>PRINCIPAL</u> <u>MATURITIES</u> <u>DUE AUGUST 1</u>	<u>INTEREST</u>	<u>TOTAL</u> <u>DEBT</u> <u>SERVICE</u>
2008	625	2,133	2,758
2009	700	2,104	2,804
2010	700	2,072	2,772
2011	700	2,041	2,741
2012	800	2,007	2,807
2013	800	1,971	2,771
2014	800	1,935	2,735
2015	900	1,897	2,797
2016	900	1,856	2,756
2017	900	1,816	2,716
2018	1,000	1,773	2,773
2019	1,000	1,728	2,728
2020	1,100	1,681	2,781
2021	1,100	1,631	2,731
2022	1,200	1,580	2,780
2023	1,200	1,525	2,725
2024	1,300	1,469	2,769
2025	1,300	1,411	2,711
2026	1,400	1,350	2,750
2027	1,400	1,287	2,687
2028	1,500	1,222	2,722
2029	1,600	1,152	2,752
2030	1,600	1,080	2,680
2031	1,800	1,004	2,804
2032	1,800	922	2,722
2033	1,900	839	2,739
2034	2,000	752	2,752
2035	2,100	659	2,759
2036	2,100	565	2,665
2037	2,300	466	2,766
2038	2,300	362	2,662
2039	2,500	254	2,754
2040	2,600	139	2,739
2041	1,800	40	1,840
	<u>\$ 47,725</u>	<u>\$ 44,723</u>	<u>\$ 92,448</u>

## RESOLUTION 4-2000

A Resolution Granting The Right To Use City Rights Of Way, Roadways, Streets, For The Purpose Of Constructing A Sewer Line Extension To The Long Branch Area of Whitesburg, Letcher County

BE IT RESOLVED BY THE CITY OF WHITESBURG, WHITESBURG, LETCHER COUNTY, KENTUCKY AS FOLLOWS:

WHEREAS, the City of Whitesburg has made a determination that the construction of a sewer line extension is need in the Long Branch Area of Whitesburg to promoted better living condition for it citizens and to help the environment.

WHEREAS, it is contemplated that in order to accomplish the construction of this sewer line, it is necessary for contractors, their agents, and employees to use City rights of way, roadways and streets to construct this sewer line extension.

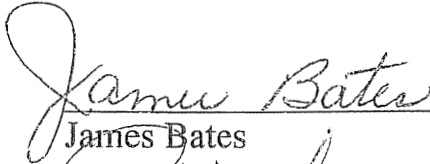
THEREFORE, be it resolved by the city council, City of Whitesburg, Letcher County, Kentucky, as follows:

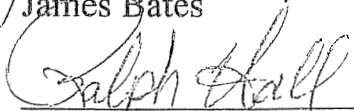
The contractors, their agents and employees shall have the right and privilege to use city rights of way, roadways and streets for the propose of installing and constructing The Long Branch Sewer Line Project.

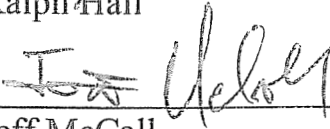
The contractors, their agents and employees shall, in the construction of the Long Branch Sewer Line Project will carry out its work in a manner so as to cause the minimum of public inconvenience, displacement and will take ever precaution to promote public safety.

The contractors will be responsible for repairing any and all property damage that may be incurred by its use of the city rights of way, roadways and streets.

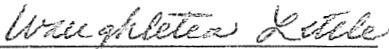
This Resolution is passed by the Governing body of the City of Whitesburg  
this 9th day of May, 2000.

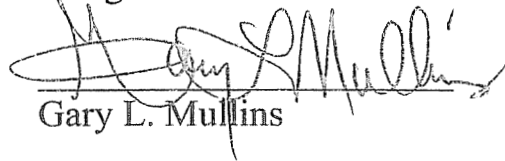
  
James Bates

  
Ralph Hall

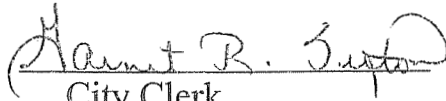
  
Jeff McCall

  
Frank Fleming

  
Waughletia Little

  
Gary L. Mullins

Attest:

  
City Clerk

Whitesburg Municipal Waterworks  
Check Detail  
02/02/07-12/21/07

	Qty	Rate	Income	Taxes	Deductions	Net
Colwell, Charles						
Regular	80.00	6.50	520.00			
Overtime	14.00	9.75	136.50			
Federal				63.90		
Social Security				38.67		
Medicare				9.04		
State				24.52		
Retirement					32.83	
Check # 12811	10/12/07		656.50	136.13	32.83	487.54
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	15.00	10.50	157.50			
Federal				72.59		
Social Security				42.26		
Medicare				9.88		
State				27.88		
Retirement					35.88	
Health					4.62	
Canteen Fund					2.50	
Check # 12859	10/26/07		717.50	152.61	43.00	521.89
Colwell, Charles						
Regular	104.00	7.00	728.00			
Federal				74.09		
Social Security				42.88		
Medicare				10.03		
State				28.46		
Retirement					36.40	
Health					4.62	
Canteen Fund					2.50	
Check # 12898	11/09/07		728.00	155.46	43.52	529.02
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	4.00	10.50	42.00			
Holiday	8.00	7.00	56.00			
Federal				64.11		
Social Security				38.76		
Medicare				9.06		
State				24.61		
Retirement					32.90	
Health					4.62	
Canteen Fund					2.50	
Check # 12949	11/21/07		658.00	136.54	40.02	481.44
Colwell, Charles						
Regular	80.00	7.00	560.00			
Holiday	8.00	7.00	56.00			
Federal				58.13		
Social Security				36.28		
Medicare				8.49		
State				22.29		
Retirement					30.80	
Health					4.62	
Canteen Fund					2.50	
Check # 12987	12/07/07		616.00	125.19	37.92	452.89
Colwell, Charles						
Regular	86.00	7.00	602.00			
Federal				56.13		
Social Security				35.46		
Medicare				8.29		

	Qty	Rate	Income	Taxes	Deductions	Net
State Retirement Health Canteen Fund				21.52		
					30.10	
					4.62	
					2.50	
Check # 13037	12/21/07		602.00	121.40	37.22	443.38
Fields, Janet						
Regular	72.00	7.50	540.00			
Personal	8.00	7.50	60.00			
Federal				2.58		
Social Security				32.24		
Medicare				7.54		
State				16.20		
Cash Advance					25.00	
Def Comp					50.00	
Health					4.62	
Retirement					30.00	
Check # 12037	02/02/07		600.00	58.56	109.62	431.82
Fields, Janet						
Regular	72.00	7.50	540.00			
Personal	8.00	7.50	60.00			
Federal				5.08		
Social Security				33.79		
Medicare				7.90		
State				17.65		
Cash Advance					25.00	
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Check # 12078	02/16/07		600.00	64.42	84.62	450.96
Fields, Janet						
Regular	72.00	7.50	540.00			
Sick	8.00	7.50	60.00			
Federal				5.08		
Social Security				33.79		
Medicare				7.90		
State				17.65		
Cash Advance					25.00	
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Check # 12109	03/02/07		600.00	64.42	84.62	450.96
Fields, Janet						
Regular	63.50	7.50	476.25			
Sick	16.00	7.50	120.00			
Federal				4.72		
Social Security				33.57		
Medicare				7.85		
State				17.45		
Cash Advance					25.00	
Def Comp					25.00	
Health					4.62	
Retirement					29.81	
Check # 12137	03/16/07		596.25	63.59	84.43	448.23
Fields, Janet						
Regular	80.00	7.50	600.00			
Federal				5.08		
Social Security				33.79		
Medicare				7.90		
State				17.65		

	Qty	Rate	Income	Taxes	Deductions	Net
Cash Advance					25.00	
Def Comp					25.02	
Health					4.62	
Retirement					30.00	
Check # 12176	03/30/07		600.00	64.42	84.64	450.94
Fields, Janet						
Regular	76.00	7.50	570.00			
Holiday	4.00	7.50	30.00			
Federal				5.08		
Social Security				33.79		
Medicare				7.90		
State				17.65		
Cash Advance					25.00	
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Check # 12177	04/13/07		600.00	64.42	84.62	450.96
Fields, Janet						
Regular	80.00	7.50	600.00			
Federal				5.08		
Social Security				33.79		
Medicare				7.90		
State				17.65		
Cash Advance					25.00	
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Check # 12241	04/27/07		600.00	64.42	84.62	450.96
Fields, Janet						
Regular	71.00	7.50	532.50			
Sick	8.00	7.50	60.00			
Federal				4.36		
Social Security				33.35		
Medicare				7.80		
State				17.24		
Cash Advance					25.00	
Def Comp					25.00	
Health					4.62	
Retirement					29.63	
Check # 12254	05/11/07		592.50	62.75	84.25	445.50
Fields, Janet						
Regular	80.00	7.50	600.00			
Federal				5.08		
Social Security				33.79		
Medicare				7.90		
State				17.65		
Cash Advance					25.00	
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Check # 12333	05/25/07		600.00	64.42	84.62	450.96
Fields, Janet						
Regular	64.00	7.50	480.00			
Sick	8.00	7.50	60.00			
Holiday	8.00	7.50	60.00			
Federal				5.08		
Social Security				33.79		
Medicare				7.90		
State				17.65		

	Qty	Rate	Income	Taxes	Deductions	Net
Cash Advance					25.00	
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Pool Pass					25.00	
Check # 12386	06/08/07		600.00	64.42	109.62	425.96
Fields, Janet						
Regular	80.00	7.50	600.00			
Federal				5.08		
Social Security				33.79		
Medicare				7.90		
State				17.65		
Cash Advance					25.00	
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Check # 12443	06/22/07		600.00	64.42	84.62	450.96
Fields, Janet						
Regular	72.00	7.50	540.00			
Holiday	8.00	7.50	60.00			
Federal				5.08		
Social Security				33.79		
Medicare				7.90		
State				17.65		
Cash Advance					25.00	
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Check # 12492	07/06/07		600.00	64.42	84.62	450.96
Fields, Janet						
Regular	64.00	7.50	480.00			
Sick	8.00	7.50	60.00			
Social Security				30.26		
Medicare				7.08		
State				14.35		
Cash Advance					25.00	
Def Comp					25.00	
Health					4.62	
Retirement					27.00	
Check # 12493	07/20/07		540.00	51.69	81.62	406.69
Fields, Janet						
Regular	78.75	7.50	590.63			
Federal				4.19		
Social Security				33.24		
Medicare				7.77		
State				17.14		
Cash Advance					25.00	
Def Comp					25.00	
Health					4.62	
Retirement					29.53	
Check # 12594	08/03/07		590.63	62.34	84.15	444.14
Fields, Janet						
Regular	72.00	7.50	540.00			
Sick	8.00	7.50	60.00			
Federal				5.08		
Social Security				33.79		
Medicare				7.90		
State				17.65		
Def Comp					25.00	



	Qty	Rate	Income	Taxes	Deductions	Net
Health Retirement					4.62	
Check # 12641	08/17/07		600.00	64.42	30.00 59.62	475.96
Fields, Janet						
Regular	38.50	7.50	288.75			
Vacation	40.00	7.50	300.00			
Federal				4.01		
Social Security				33.13		
Medicare				7.75		
State				17.03		
Def Comp					25.00	
Health Retirement					4.62 29.44	
Check # 12694	08/31/07		588.75	61.92	59.06	467.77
Fields, Janet						
Regular	62.75	7.50	470.63			
Vacation	8.00	7.50	60.00			
Holiday	8.00	7.50	60.00			
Federal				4.19		
Social Security				33.24		
Medicare				7.77		
State				17.14		
Def Comp					25.00	
Health Retirement					4.62 29.53	
Check # 12726	09/14/07		590.63	62.34	59.15	469.14
Fields, Janet						
Regular	71.50	7.50	536.25			
Social Security				30.04		
Medicare				7.02		
State				14.14		
Def Comp					25.00	
Health Retirement					4.62 26.81	
Check # 12775	09/28/07		536.25	51.20	56.43	428.62
Fields, Janet						
Regular	80.00	7.50	600.00			
Overtime	3.25	11.25	36.56			
Federal				8.55		
Social Security				35.94		
Medicare				8.41		
State				19.67		
Def Comp					25.00	
Health Retirement					4.62 31.83	
Check # 12812	10/12/07		636.56	72.57	61.45	502.54
Fields, Janet						
Regular	79.75	7.50	598.13			
Federal				4.90		
Social Security				33.68		
Medicare				7.88		
State				17.55		
Cash Advance					25.00	
Def Comp					25.00	
Health Retirement					4.62 29.91	
Canteen Fund					2.50	
Check # 12860	10/26/07		598.13	64.01	87.03	447.09

	Qty	Rate	Income	Taxes	Deductions	Net
Fields, Janet						
Regular	71.80	7.50	538.50			
Social Security				30.17		
Medicare				7.06		
State				14.26		
Cash Advance					-25.00	
Def Comp					25.00	
Health					4.62	
Retirement					26.93	
Canteen Fund					2.50	
Check # 12899	11/09/07		538.50	51.49	34.05	452.96
Fields, Janet						
Regular	71.00	7.50	532.50			
Holiday	8.00	7.50	60.00			
Federal				4.36		
Social Security				33.35		
Medicare				7.80		
State				17.24		
Def Comp					25.00	
Health					4.62	
Retirement					29.63	
Canteen Fund					2.50	
Check # 12950	11/21/07		592.50	62.75	61.75	468.00
Fields, Janet						
Regular	64.00	7.50	480.00			
Vacation	40.00	7.50	300.00			
Holiday	8.00	7.50	60.00			
Federal				27.88		
Social Security				47.93		
Medicare				11.21		
State				30.88		
Def Comp					25.00	
Health					4.62	
Retirement					42.00	
Canteen Fund					2.50	
Check # 12988	12/07/07		840.00	117.90	74.12	647.98
Fields, Janet						
Regular	80.00	7.50	600.00			
Federal				5.08		
Social Security				33.79		
Medicare				7.90		
State				17.65		
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Canteen Fund					2.50	
Check # 13038	12/21/07		600.00	64.42	62.12	473.46
Company Totals						
Regular	2,226.55		16,404.14			
Overtime	36.25		372.56			
Vacation	88.00		660.00			
Sick	56.00		420.00			
Holiday	60.00		442.00			
Personal	16.00		120.00			
Salary			0.00			
Advance EIC			0.00			
Federal				514.57		
Social Security				1,046.14		
Medicare				244.63		
State				573.72		

	Qty	Rate	Income	Taxes	Deductions	Net
Local				0.00		
Cash Advance					350.00	
Def Comp					625.02	
Health					133.98	
Retirement					920.96	
Pool Pass					25.00	
Canteen Fund					25.00	
			18,418.70	2,379.06	2,079.96	13,959.68

## Whitesburg Municipal Waterworks

## Check Detail

01/04/08-12/30/08

	Qty	Rate	Income	Taxes	Deductions	Net
Colwell, Charles						
Regular	63.00	7.00	441.00			
Holiday	32.00	7.00	224.00			
Federal				64.76		
Social Security				39.17		
Medicare				9.16		
State				24.99		
Retirement					33.25	
Health					4.62	
Canteen Fund					2.50	
Check # 13071	01/04/08		665.00	138.08	40.37	486.55
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	2.00	10.50	21.00			
Federal				52.79		
Social Security				34.22		
Medicare				8.00		
State				20.36		
Retirement					29.05	
Health					4.62	
Canteen Fund					2.50	
Check # 13120	01/18/08		581.00	115.37	36.17	429.46
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	7.00	10.50	73.50			
Holiday	8.00	7.00	56.00			
Federal				68.25		
Social Security				40.61		
Medicare				9.50		
State				26.34		
Retirement					34.48	
Health					4.62	
Canteen Fund					2.50	
Check # 13158	02/01/08		689.50	144.70	41.60	503.20
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	8.00	10.50	84.00			
Federal				61.77		
Social Security				37.93		
Medicare				8.87		
State				23.83		
Retirement					32.20	
Health					4.62	
Canteen Fund					2.50	
Check # 13193	02/15/08		644.00	132.40	39.32	472.28
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	10.00	10.50	105.00			
Federal				64.76		
Social Security				39.17		
Medicare				9.16		
State				24.99		
Retirement					33.25	
Health					4.62	
Canteen Fund					2.50	
Check # 13241	02/29/08		665.00	138.08	40.37	486.55
Colwell, Charles						
Regular	80.00	7.00	560.00			

	Qty	Rate	Income	Taxes	Deductions	Net
Federal				49.80		
Social Security				32.98		
Medicare				7.71		
State				19.21		
Retirement					28.00	
Health					4.62	
Canteen Fund					2.50	
Check # 13277	03/14/08		560.00	109.70	35.12	415.18
Colwell, Charles						
Regular	80.00	7.00	560.00			
Holiday	8.00	7.00	56.00			
Federal				57.78		
Social Security				36.28		
Medicare				8.49		
State				22.29		
Retirement					30.80	
Health					4.62	
Canteen Fund					2.50	
Check # 13329	03/28/08		616.00	124.84	37.92	453.24
Colwell, Charles						
Regular	80.00	7.00	560.00			
Federal				49.80		
Social Security				32.98		
Medicare				7.71		
State				19.21		
Retirement					28.00	
Health					4.62	
Canteen Fund					2.50	
Check # 13365	04/11/08		560.00	109.70	35.12	415.18
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	1.00	10.50	10.50			
Federal				51.30		
Social Security				33.60		
Medicare				7.86		
State				19.78		
Retirement					28.53	
Health					4.62	
Canteen Fund					2.50	
Check # 13414	04/25/08		570.50	112.54	35.65	422.31
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	5.00	10.50	52.50			
Federal				57.28		
Social Security				36.08		
Medicare				8.44		
State				22.10		
Retirement					30.63	
Health					4.62	
Canteen Fund					2.50	
Check # 13451	05/09/08		612.50	123.90	37.75	450.85
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	14.00	10.50	147.00			
Federal				70.75		
Social Security				41.64		
Medicare				9.74		
State				27.31		
Retirement					35.35	

	Qty	Rate	Income	Taxes	Deductions	Net
Health					4.62	
Canteen Fund					2.50	
Check # 13504	05/23/08		707.00	149.44	42.47	515.09
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	7.00	10.50	73.50			
Holiday	8.00	7.00	56.00			
Federal				68.25		
Social Security				40.61		
Medicare				9.50		
State				26.34		
Retirement					34.48	
Health					4.62	
Canteen Fund					2.50	
Check # 13563	06/06/08		689.50	144.70	41.60	503.20
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	3.00	10.50	31.50			
Federal				54.29		
Social Security				34.84		
Medicare				8.15		
State				20.94		
Retirement					29.58	
Health					4.62	
Canteen Fund					2.50	
Check # 13636	06/20/08		591.50	118.22	36.70	436.58
Colwell, Charles						
Regular	80.00	7.00	560.00			
Federal				49.80		
Social Security				32.98		
Medicare				7.71		
State				19.21		
Retirement					28.00	
Health					4.62	
Canteen Fund					2.50	
Check # 13696	07/03/08		560.00	109.70	35.12	415.18
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	28.00	10.50	294.00			
Holiday	8.00	7.00	56.00			
Federal				99.68		
Social Security				53.60		
Medicare				12.54		
State				38.49		
Retirement					45.50	
Health					4.62	
Canteen Fund					2.50	
Check # 13767	07/18/08		910.00	204.31	52.62	653.07
Colwell, Charles						
Regular	80.00	7.00	560.00			
Federal				49.80		
Social Security				32.98		
Medicare				7.71		
State				19.21		
Retirement					28.00	
Health					4.62	
Canteen Fund					2.50	
Check # 13825	08/01/08		560.00	109.70	35.12	415.18

	Qty	Rate	Income	Taxes	Deductions	Net
Colwell, Charles						
Regular	80.00	7.00	560.00			
Federal				49.80		
Social Security				32.98		
Medicare				7.71		
State				19.21		
Retirement					28.00	
Health					4.62	
Canteen Fund					2.50	
Check # 13827	08/15/08		560.00	109.70	35.12	415.18
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	2.00	10.50	21.00			
Federal				52.79		
Social Security				34.22		
Medicare				8.00		
State				20.36		
Retirement					29.05	
Health					4.62	
Canteen Fund					2.50	
Check # 13930	08/29/08		581.00	115.37	36.17	429.46
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	10.00	10.50	105.00			
Holiday	8.00	7.00	56.00			
Federal				72.74		
Social Security				42.47		
Medicare				9.93		
State				28.08		
Retirement					36.05	
Health					4.62	
Canteen Fund					2.50	
Check # 13978	09/12/08		721.00	153.22	43.17	524.61
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	2.00	10.50	21.00			
Federal				52.79		
Social Security				34.22		
Medicare				8.00		
State				20.36		
Retirement					29.05	
Health					4.62	
Canteen Fund					2.50	
Check # 14026	09/26/08		581.00	115.37	36.17	429.46
Colwell, Charles						
Regular	80.00	7.00	560.00			
Federal				49.80		
Social Security				32.98		
Medicare				7.71		
State				19.21		
Retirement					28.00	
Health					4.62	
Canteen Fund					2.50	
Check # 14028	10/10/08		560.00	109.70	35.12	415.18
Colwell, Charles						
Regular	80.00	7.00	560.00			
Federal				49.80		
Social Security				32.98		
Medicare				7.71		

	Qty	Rate	Income	Taxes	Deductions	Net
State Retirement Health Canteen Fund				19.21	28.00 4.62 2.50	
Check # 14067	10/24/08		560.00	109.70	35.12	415.18
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	34.00	10.50	357.00			
Federal Social Security Medicare				100.67 54.01 12.63		
State Retirement Health Canteen Fund				38.88	45.85 4.62 2.50	
Check # 14157	11/07/08		917.00	206.19	52.97	657.84
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	5.00	10.50	52.50			
Federal Social Security Medicare				57.28 36.08 8.44		
State Retirement Health Canteen Fund				22.10	30.63 4.62 2.50	
Check # 14208	11/21/08		612.50	123.90	37.75	450.85
Colwell, Charles						
Regular	72.00	7.00	504.00			
Holiday	16.00	7.00	112.00			
Federal Social Security Medicare				57.78 36.28 8.49		
State Retirement Health Canteen Fund				22.29	30.80 4.62 2.50	
Check # 14211	12/05/08		616.00	124.84	37.92	453.24
Colwell, Charles						
Vacation	40.00	7.00	280.00			
Federal Social Security Medicare				16.41 16.49 3.86		
State Retirement Health Canteen Fund				4.79	14.00 4.62 2.50	
Check # 14210	12/05/08		280.00	41.55	14.00	224.45
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	2.00	10.50	21.00			
Federal Social Security Medicare				52.79 34.22 8.00		
State Retirement Health Canteen Fund				20.36	29.05 4.62 2.50	
Check # 14252	12/19/08		581.00	115.37	36.17	429.46

Colwell, Charles



	Qty	Rate	Income	Taxes	Deductions	Net
Regular	42.00	7.00	294.00			
Holiday	40.00	7.00	280.00			
Federal				51.80		
Social Security				33.81		
Medicare				7.91		
State				19.98		
Retirement					28.70	
Health					4.62	
Canteen Fund					2.50	
Check # 14300	12/30/08		574.00	113.50	35.82	424.68
Fields, Janet						
Regular	32.00	7.50	240.00			
Sick	8.00	7.50	60.00			
Holiday	32.00	7.50	240.00			
Other	8.00	7.50	60.00			
Federal				3.92		
Social Security				33.79		
Medicare				7.90		
State				17.65		
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Canteen Fund					2.50	
Check # 13072	01/04/08		600.00	63.26	62.12	474.62
Fields, Janet						
Regular	78.00	7.50	585.00			
Federal				2.50		
Social Security				32.91		
Medicare				7.70		
State				16.83		
Def Comp					25.00	
Health					4.62	
Retirement					29.25	
Canteen Fund					2.50	
Check # 13121	01/18/08		585.00	59.94	61.37	463.69
Fields, Janet						
Regular	62.50	7.50	468.75			
Sick	8.00	7.50	60.00			
Holiday	8.00	7.50	60.00			
Federal				2.85		
Social Security				33.13		
Medicare				7.75		
State				17.03		
Def Comp					25.00	
Health					4.62	
Retirement					29.44	
Canteen Fund					2.50	
Check # 13159	02/01/08		588.75	60.76	61.56	466.43
Fields, Janet						
Regular	61.40	7.50	460.50			
Sick	16.00	7.50	120.00			
Federal				2.07		
Social Security				32.64		
Medicare				7.63		
State				16.58		
Def Comp					25.00	
Health					4.62	
Retirement					29.03	
Canteen Fund					2.50	
Check # 13194	02/15/08		580.50	58.92	61.15	460.43

	Qty	Rate	Income	Taxes	Deductions	Net
Fields, Janet						
Regular	69.00	7.50	517.50			
Sick	8.00	7.50	60.00			
Federal				1.79		
Social Security				32.46		
Medicare				7.59		
State				16.41		
Def Comp					25.00	
Health					4.62	
Retirement					28.88	
Canteen Fund					2.50	
Check # 13242	02/29/08		577.50	58.25	61.00	458.25
Fields, Janet						
Regular	78.45	7.50	588.38			
Federal				2.82		
Social Security				33.11		
Medicare				7.74		
State				17.01		
Def Comp					25.00	
Health					4.62	
Retirement					29.42	
Canteen Fund					2.50	
Garnishment					85.91	
Check # 13278	03/14/08		588.38	60.68	147.45	380.25
Fields, Janet						
Regular	63.90	7.50	479.25			
Sick	8.00	7.50	60.00			
Holiday	8.00	7.50	60.00			
Federal				3.85		
Social Security				33.75		
Medicare				7.89		
State				17.61		
Def Comp					25.00	
Health					4.62	
Retirement					29.96	
Canteen Fund					2.50	
Garnishment					93.82	
Check # 13330	03/28/08		599.25	63.10	155.90	380.25
Fields, Janet						
Regular	79.75	7.50	598.13			
Federal				3.75		
Social Security				33.68		
Medicare				7.88		
State				17.55		
Def Comp					25.00	
Health					4.62	
Retirement					29.91	
Canteen Fund					2.50	
Garnishment					92.99	
Check # 13366	04/11/08		598.13	62.86	155.02	380.25
Fields, Janet						
Regular	72.00	7.50	540.00			
Sick	8.00	7.50	60.00			
Federal				3.92		
Social Security				33.79		
Medicare				7.90		
State				17.65		
Def Comp					25.00	
Health					4.62	

	Qty	Rate	Income	Taxes	Deductions	Net
Retirement					30.00	
Canteen Fund					2.50	
Garnishment					94.37	
Check # 13415	04/25/08		600.00	63.26	156.49	380.25
Fields, Janet						
Regular	80.00	7.50	600.00			
Federal				3.92		
Social Security				33.79		
Medicare				7.90		
State				17.65		
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Canteen Fund					2.50	
Garnishment					94.37	
Check # 13452	05/09/08		600.00	63.26	156.49	380.25
Fields, Janet						
Regular	80.00	7.50	600.00			
Federal				3.92		
Social Security				33.79		
Medicare				7.90		
State				17.65		
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Canteen Fund					2.50	
Garnishment					94.37	
Check # 13505	05/23/08		600.00	63.26	156.49	380.25
Fields, Janet						
Regular	32.00	7.50	240.00			
Vacation	40.00	7.50	300.00			
Holiday	8.00	7.50	60.00			
Federal				3.92		
Social Security				33.79		
Medicare				7.90		
State				17.65		
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Canteen Fund					2.50	
Garnishment					94.37	
Check # 13564	06/06/08		600.00	63.26	156.49	380.25
Fields, Janet						
Regular	72.00	7.50	540.00			
Vacation	8.00	7.50	60.00			
Federal				3.92		
Social Security				33.79		
Medicare				7.90		
State				17.65		
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Canteen Fund					2.50	
Garnishment					94.37	
Check # 13637	06/20/08		600.00	63.26	156.49	380.25
Fields, Janet						
Regular	72.00	7.50	540.00			
Vacation	8.00	7.50	60.00			
Federal				3.92		

	Qty	Rate	Income	Taxes	Deductions	Net
Social Security				33.79		
Medicare				7.90		
State				17.65		
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Garnishment					96.87	
Check # 13697	07/03/08		600.00	63.26	156.49	380.25
Fields, Janet						
Regular	70.40	7.50	528.00			
Holiday	8.00	7.50	60.00			
Federal				2.78		
Social Security				33.08		
Medicare				7.74		
State				16.99		
Def Comp					25.00	
Health					4.62	
Retirement					29.40	
Garnishment					88.14	
Check # 13768	07/18/08		588.00	60.59	147.16	380.25
Fields, Janet						
Regular	74.75	7.50	560.63			
Federal				0.18		
Social Security				31.47		
Medicare				7.36		
State				15.48		
Def Comp					25.00	
Health					4.62	
Retirement					28.03	
Garnishment					68.24	
Check # 13826	08/01/08		560.63	54.49	125.89	380.25
Fields, Janet						
Regular	80.00	7.50	600.00			
Vacation	40.00	7.50	300.00			
Federal				33.92		
Social Security				51.46		
Medicare				12.04		
State				34.18		
Def Comp					25.00	
Health					4.62	
Retirement					45.00	
Garnishment					32.03	
Check # 13829	08/15/08		900.00	131.60	106.65	661.75
Check # 13828	Void					
Fields, Janet						
Regular	79.25	7.50	594.38			
Federal				3.39		
Social Security				33.46		
Medicare				7.83		
State				17.34		
Def Comp					25.00	
Health					4.62	
Retirement					29.72	
Check # 13931	08/29/08		594.38	62.02	59.34	473.02
Fields, Janet						
Regular	72.00	7.50	540.00			
Holiday	8.00	7.50	60.00			
Federal				3.92		

	Qty	Rate	Income	Taxes	Deductions	Net
Social Security				33.79		
Medicare				7.90		
State				17.65		
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Check # 13979	09/12/08		600.00	63.26	59.62	477.12
Fields, Janet						
Regular	63.25	7.50	474.38			
Vacation	16.00	7.50	120.00			
Federal				3.39		
Social Security				33.46		
Medicare				7.83		
State				17.34		
Def Comp					25.00	
Health					4.62	
Retirement					29.72	
Check # 14027	09/26/08		594.38	62.02	59.34	473.02
Fields, Janet						
Regular	63.30	7.50	474.75			
Vacation	8.00	7.50	60.00			
Other	8.25	7.50	61.88			
Federal				3.60		
Social Security				33.59		
Medicare				7.86		
State				17.47		
Def Comp					25.00	
Health					4.62	
Retirement					29.83	
Check # 14029	10/10/08		596.63	62.52	59.45	474.66
Fields, Janet						
Regular	78.50	7.50	588.75			
Federal				2.85		
Social Security				33.13		
Medicare				7.75		
State				17.03		
Def Comp					25.00	
Health					4.62	
Retirement					29.44	
Check # 14068	10/24/08		588.75	60.76	59.06	468.93
Fields, Janet						
Regular	80.00	7.50	600.00			
Federal				3.92		
Social Security				33.79		
Medicare				7.90		
State				17.65		
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Check # 14158	11/07/08		600.00	63.26	59.62	477.12
Fields, Janet						
Regular	79.25	7.50	594.38			
Vacation	40.00	7.50	300.00			
Federal				33.12		
Social Security				51.13		
Medicare				11.96		
State				33.87		
Def Comp					25.00	
Health					4.62	

	Qty	Rate	Income	Taxes	Deductions	Net
Retirement					44.72	
Check # 14209	11/21/08		894.38	130.08	74.34	689.96
Fields, Janet						
Regular	62.00	7.50	465.00			
Holiday	16.00	7.50	120.00			
Federal				2.50		
Social Security				32.91		
Medicare				7.70		
State				16.83		
Def Comp					25.00	
Health					4.62	
Retirement					29.25	
Check # 14212	12/05/08		585.00	59.94	58.87	466.19
Fields, Janet						
Regular	76.00	7.50	570.00			
Federal				1.07		
Social Security				32.02		
Medicare				7.49		
State				16.00		
Def Comp					25.00	
Health					4.62	
Retirement					28.50	
Check # 14253	12/19/08		570.00	56.58	58.12	455.30
Fields, Janet						
Regular	40.00	7.50	300.00			
Holiday	40.00	7.50	300.00			
Federal				3.92		
Social Security				33.79		
Medicare				7.90		
State				17.65		
Def Comp					25.00	
Health					4.62	
Retirement					30.00	
Check # 14301	12/30/08		600.00	63.26	59.62	477.12
Company Totals						
Regular	3,948.70		28,566.78			
Overtime	140.00		1,470.00			
Vacation	200.00		1,480.00			
Sick	56.00		420.00			
Holiday	256.00		1,856.00			
Other	16.25		121.88			
Salary			0.00			
Advance EIC			0.00			
Federal				1,780.94		
Social Security				1,955.70		
Medicare				457.38		
State				1,127.48		
Local				0.00		
Def Comp					675.00	
Health					249.48	
Retirement					1,695.78	
Canteen Fund					100.00	
Garnishment					1,029.85	
			33,914.66	5,321.50	3,750.11	24,843.05

Whitesburg Municipal Waterworks  
Check Detail  
01/16/09-12/31/09

	Qty	Rate	Income	Taxes	Deductions	Net
Fields, Janet						
Regular	63.25	7.50	474.38			
Sick	8.00	7.50	60.00			
Holiday	8.00	7.50	60.00			
Federal				1.66		
Social Security				33.46		
Medicare				7.83		
State				17.34		
Def Comp					25.00	
Health					4.62	
Retirement					29.72	
Check # 14373	01/16/09		594.38	60.29	59.34	474.75
Fields, Janet						
Regular	53.00	7.50	397.50			
Sick	16.00	7.50	120.00			
Holiday	8.00	7.50	60.00			
Federal				0.05		
Social Security				32.46		
Medicare				7.59		
State				16.41		
Def Comp					25.00	
Health					4.62	
Retirement					28.88	
Check # 14424	01/30/09		577.50	56.51	58.50	462.49
Fields, Janet						
Regular	71.25	7.50	534.38			
Sick	8.00	7.50	60.00			
Federal				1.66		
Social Security				33.46		
Medicare				7.83		
State				17.34		
Def Comp					25.00	
Health					4.62	
Retirement					29.72	
Check # 14460	02/13/09		594.38	60.29	59.34	474.75
Fields, Janet						
Regular	77.00	7.50	577.50			
Federal				0.05		
Social Security				32.46		
Medicare				7.59		
State				16.41		
Def Comp					25.00	
Health					4.62	
Retirement					28.88	
Check # 14513	02/27/09		577.50	56.51	58.50	462.49
Fields, Janet						
Regular	69.95	8.00	559.60			
Sick	8.00	8.00	64.00			
Social Security				35.18		
Medicare				8.23		
State				18.95		
Def Comp					25.00	
Health					4.62	
Retirement					31.18	
Check # 14551	03/13/09		623.60	62.36	60.80	500.44
Check # 14550	Void					
Fields, Janet						

	Qty	Rate	Income	Taxes	Deductions	Net
Regular	68.00	8.00	544.00			
Sick	8.00	8.00	64.00			
Social Security				34.26		
Medicare				8.01		
State				18.09		
Def Comp					25.00	
Health					4.62	
Retirement					30.40	
Check # 14597	03/27/09		608.00	60.36	60.02	487.62
Fields,Janet						
Regular	80.00	8.00	640.00			
Social Security				36.15		
Medicare				8.45		
State				19.86		
Def Comp					25.00	
Health					4.62	
Retirement					32.00	
Check # 14632	04/10/09		640.00	64.46	61.62	513.92
Fields,Janet						
Regular	62.25	8.00	498.00			
Sick	8.00	8.00	64.00			
Holiday	8.00	8.00	64.00			
Social Security				35.32		
Medicare				8.26		
State				19.09		
Def Comp					25.00	
Health					4.62	
Retirement					31.30	
Check # 14676	04/24/09		626.00	62.67	60.92	502.41
Fields,Janet						
Regular	79.50	8.00	636.00			
Social Security				35.91		
Medicare				8.40		
State				19.64		
Def Comp					25.00	
Health					4.62	
Retirement					31.80	
Check # 14714	05/08/09		636.00	63.95	61.42	510.63
Fields,Janet						
Regular	76.25	8.00	610.00			
Social Security				34.38		
Medicare				8.04		
State				18.20		
Def Comp					25.00	
Health					4.62	
Retirement					30.50	
Check # 14716	05/22/09		610.00	60.62	60.12	489.26
Fields,Janet						
Vacation	40.00	8.00	320.00			
Social Security				18.85		
Medicare				4.41		
State				4.33		
Retirement					16.00	
Check # 14807	06/05/09		320.00	27.59	16.00	276.41
Fields,Janet						
Regular	32.00	8.00	256.00			
Holiday	8.00	8.00	64.00			
Social Security				17.30		



	Qty	Rate	Income	Taxes	Deductions	Net
Medicare				4.05		
State				3.08		
Def Comp					25.00	
Health					4.62	
Retirement					16.00	
Check # 14806	06/05/09		320.00	24.43	45.62	249.95
Fields, Janet						
Regular	80.00	8.00	640.00			
Social Security				36.15		
Medicare				8.45		
State				19.86		
Def Comp					25.00	
Health					4.62	
Retirement					32.00	
Check # 14854	06/19/09		640.00	64.46	61.62	513.92
Fields, Janet						
Regular	79.50	8.00	636.00			
Social Security				35.91		
Medicare				8.40		
State				19.64		
Def Comp					25.00	
Health					4.62	
Retirement					31.80	
Check # 14912	07/02/09		636.00	63.95	61.42	510.63
Fields, Janet						
Vacation	80.00	8.00	640.00			
Social Security				37.70		
Medicare				8.82		
State				21.31		
Retirement					32.00	
Check # 14960	07/17/09		640.00	67.83	32.00	540.17
Fields, Janet						
Regular	72.00	8.00	576.00			
Holiday	8.00	8.00	64.00			
Social Security				36.15		
Medicare				8.45		
State				19.86		
Def Comp					25.00	
Health					4.62	
Retirement					32.00	
Check # 14958	07/17/09		640.00	64.46	61.62	513.92
Fields, Janet						
Regular	70.50	8.00	564.00			
Comp	3.00	8.00	24.00			
Social Security				33.08		
Medicare				7.74		
State				16.99		
Def Comp					25.00	
Health					4.62	
Retirement					29.40	
Check # 14998	07/30/09		588.00	57.81	59.02	471.17
Fields, Janet						
Regular	79.75	8.00	638.00			
Social Security				36.03		
Medicare				8.43		
State				19.75		
Def Comp					25.00	
Health					4.62	

	Qty	Rate	Income	Taxes	Deductions	Net
Retirement					31.90	
Garnishment					99.18	
Check # 15006	08/14/09		638.00	64.21	160.70	413.09
Fields, Janet						
Regular	72.50	8.00	580.00			
Social Security				32.61		
Medicare				7.63		
State				16.55		
Def Comp					25.00	
Health					4.62	
Retirement					29.00	
Garnishment					48.60	
Check # 15090	08/28/09		580.00	56.79	107.22	415.99
Fields, Janet						
Regular	67.75	8.00	542.00			
Holiday	8.00	8.00	64.00			
Social Security				34.14		
Medicare				7.99		
State				17.98		
Def Comp					25.00	
Health					4.62	
Retirement					30.30	
Garnishment					71.28	
Check # 15127	09/11/09		606.00	60.11	131.20	414.69
Fields, Janet						
Regular	72.00	8.00	576.00			
Social Security				32.38		
Medicare				7.57		
State				16.33		
Def Comp					25.00	
Health					4.62	
Retirement					28.80	
Canteen Fund					2.50	
Garnishment					45.11	
Check # 15172	09/25/09		576.00	56.28	106.03	413.69
Fields, Janet						
Regular	79.50	8.00	636.00			
Reimburse			2.50			
Social Security				35.90		
Medicare				8.40		
State				19.63		
Def Comp					25.00	
Health					4.62	
Retirement					31.93	
Garnishment					99.94	
Check # 15210	10/09/09		638.50	63.93	161.49	413.08
Fields, Janet						
Regular	62.90	8.00	503.20			
Social Security				28.09		
Medicare				6.57		
State				12.32		
Def Comp					25.00	
Health					4.62	
Retirement					25.16	
Garnishment					187.16	
ck # 15262	10/23/09		503.20	46.98	241.94	214.28
Check # 15261	Void					

	Qty	Rate	Income	Taxes	Deductions	Net
Fields, Janet						
Vacation	40.00	8.00	320.00			
Social Security				18.85		
Medicare				4.41		
State				4.33		
Retirement					16.00	
Check # 15256	10/23/09		320.00	27.59	16.00	276.41
Check # 15255	Void					
Fields, Janet						
Regular	60.50	8.00	484.00			
Social Security				26.96		
Medicare				6.30		
State				11.26		
Def Comp					25.00	
Health					4.62	
Retirement					24.20	
Garnishment					4.38	
Check # 15304	11/06/09		484.00	44.52	58.20	381.28
Fields, Janet						
Regular	72.00	8.00	576.00			
Social Security				32.38		
Medicare				7.57		
State				16.33		
Def Comp					25.00	
Health					4.62	
Retirement					28.80	
Garnishment					81.36	
Check # 15358	11/20/09		576.00	56.28	139.78	379.94
Fields, Janet						
Regular	62.50	8.00	500.00			
Holiday	16.00	8.00	128.00			
Social Security				35.44		
Medicare				8.29		
State				19.20		
Def Comp					25.00	
Health					4.62	
Retirement					31.40	
Garnishment					130.07	
Check # 15406	12/04/09		628.00	62.93	191.09	373.98
Check # 15406	Void					
Fields, Janet						
Regular	60.75	8.00	486.00			
Social Security				27.08		
Medicare				6.33		
State				11.37		
Def Comp					25.00	
Health					4.62	
Retirement					24.30	
Canteen Fund					2.50	
Garnishment					2.86	
Check # 15453	12/18/09		486.00	44.78	59.28	381.94
Fields, Janet						
Regular	46.50	8.00	372.00			
Holiday	16.00	8.00	128.00			
Comp	16.50	8.00	132.00			
Social Security				35.67		
Medicare				8.34		

	Qty	Rate	Income	Taxes	Deductions	Net
State				19.42		
Def Comp					25.00	
Health					4.62	
Retirement					31.60	
Garnishment					106.15	
Check # 15491	12/31/09		632.00	63.43	167.37	401.20
Company Totals						
Regular	1,771.10		14,036.56			
Vacation	160.00		1,280.00			
Sick	56.00		432.00			
Holiday	80.00		632.00			
Comp	19.50		156.00			
Salary			0.00			
Reimburse			2.50			
Advance EIC			0.00			
Federal				3.42		
Social Security				933.71		
Medicare				218.38		
State				470.87		
Local				0.00		
Def Comp					650.00	
Health					120.12	
Retirement					826.97	
Canteen Fund					5.00	
Garnishment					876.09	
			16,539.06	1,626.38	2,478.18	12,434.50

Whitesburg Municipal Waterworks  
 Check Detail  
 01/16/09-12/31/09

	Qty	Rate	Income	Taxes	Deductions	Net
Colwell, Charles						
Regular	72.00	7.00	504.00			
Holiday	8.00	7.00	56.00			
Federal				49.61		
Social Security				32.98		
Medicare				7.71		
State				19.21		
Retirement					28.00	
Health					4.62	
Canteen Fund					2.50	
Check # 14372	01/16/09		560.00	109.51	35.12	415.37
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	3.00	10.50	31.50			
Holiday	8.00	7.00	56.00			
Federal				62.08		
Social Security				38.14		
Medicare				8.92		
State				24.03		
Retirement					32.38	
Health					4.62	
Canteen Fund					2.50	
Check # 14423	01/30/09		647.50	133.17	39.50	474.83
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	5.00	10.50	52.50			
Federal				57.09		
Social Security				36.08		
Medicare				8.44		
State				22.10		
Retirement					30.63	
Health					4.62	
Canteen Fund					2.50	
Check # 14459	02/13/09		612.50	123.71	37.75	451.04
Colwell, Charles						
Overtime	21.00	10.50	220.50			
Federal				10.75		
Social Security				12.99		
Medicare				3.04		
State				2.77		
Retirement					11.03	
Check # 14514	02/27/09		220.50	29.55	11.03	179.92
Colwell, Charles						
Regular	80.00	7.00	560.00			
Federal				49.61		
Social Security				32.98		
Medicare				7.71		
State				19.21		
Retirement					28.00	
Health					4.62	
Canteen Fund					2.50	
Check # 14512	02/27/09		560.00	109.51	35.12	415.37
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	1.00	10.50	10.50			
Federal				33.68		
Social Security				33.60		
Medicare				7.86		

	Qty	Rate	Income	Taxes	Deductions	Net
State Retirement Health Canteen Fund				19.78		
					28.53	
					4.62	
					2.50	
Check # 14549	03/13/09		570.50	94.92	35.65	439.93
Colwell, Charles						
Regular	72.00	7.00	504.00			
Overtime	2.00	10.50	21.00			
Comp	8.00	7.00	56.00			
Federal Social Security Medicare State Retirement Health Canteen Fund				35.18		
				34.22		
				8.00		
				20.36		
					29.05	
					4.62	
					2.50	
Check # 14596	03/27/09		581.00	97.76	36.17	447.07
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	2.00	10.50	21.00			
Federal Social Security Medicare State Retirement Health Canteen Fund				35.18		
				34.22		
				8.00		
				20.36		
					29.05	
					4.62	
					2.50	
Check # 14631	04/10/09		581.00	97.76	36.17	447.07
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	6.00	10.50	63.00			
Holiday	8.00	7.00	56.00			
Federal Social Security Medicare State Retirement Health Canteen Fund				49.14		
				39.99		
				9.35		
				25.76		
					33.95	
					4.62	
					2.50	
Check # 14675	04/24/09		679.00	124.24	41.07	513.69
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	2.00	10.50	21.00			
Federal Social Security Medicare State Retirement Health Canteen Fund				35.18		
				34.22		
				8.00		
				20.36		
					29.05	
					4.62	
					2.50	
Check # 14713	05/08/09		581.00	97.76	36.17	447.07
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	4.00	10.50	42.00			
Federal Social Security Medicare State Retirement Health Canteen Fund				38.17		
				35.46		
				8.29		
				21.52		
					30.10	

	Qty	Rate	Income	Taxes	Deductions	Net
Health					4.62	
Canteen Fund					2.50	
Check # 14715	05/22/09		602.00	103.44	37.22	461.34
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	8.00	10.50	84.00			
Holiday	8.00	7.00	56.00			
Federal				52.13		
Social Security				41.23		
Medicare				9.64		
State				26.92		
Retirement					35.00	
Health					4.62	
Canteen Fund					2.50	
Check # 14805	06/05/09		700.00	129.92	42.12	527.96
Colwell, Charles						
Regular	80.00	7.00	560.00			
Overtime	13.00	10.50	136.50			
Federal				51.64		
Social Security				41.02		
Medicare				9.59		
State				26.73		
Retirement					34.83	
Health					4.62	
Canteen Fund					2.50	
Check # 14853	06/19/09		696.50	128.98	41.95	525.57
Colwell, Charles						
Regular	12.00	7.25	87.00			
Overtime	4.00	10.88	43.52			
Social Security				7.69		
Medicare				1.80		
State				0.90		
Retirement					6.53	
Check # 14913	07/02/09		130.52	10.39	6.53	113.60
Colwell, Charles						
Regular	68.00	7.00	476.00			
Federal				20.21		
Social Security				28.04		
Medicare				6.56		
State				14.58		
Retirement					23.80	
Health					4.62	
Canteen Fund					2.50	
Check # 14911	07/02/09		476.00	69.39	30.92	375.69
Colwell, Charles						
Vacation	40.00	7.25	290.00			
Social Security				17.08		
Medicare				3.99		
State				5.22		
Retirement					14.50	
Check # 14959	07/17/09		290.00	26.29	14.50	249.21
Colwell, Charles						
Regular	80.00	7.25	580.00			
Overtime	27.00	10.88	293.76			
Holiday	8.00	7.25	58.00			
Federal				85.16		
Social Security				54.88		
Medicare				12.83		

	Qty	Rate	Income	Taxes	Deductions	Net
State Retirement Health Canteen Fund				39.69		
					46.59	
					4.62	
					2.50	
Check # 14957	07/17/09		931.76	192.56	53.71	685.49
Colwell, Charles						
Regular	80.00	7.25	580.00			
Overtime	3.00	10.88	32.64			
Federal Social Security Medicare State Retirement Health Canteen Fund				39.69		
				36.08		
				8.44		
				22.11		
					30.63	
					4.62	
					2.50	
Check # 14997	07/30/09		612.64	106.32	37.75	468.57
Colwell, Charles						
Regular	80.00	7.75	620.00			
Federal Social Security Medicare State Retirement Health Canteen Fund				40.73		
				36.52		
				8.54		
				22.51		
					31.00	
					4.62	
					2.50	
Check # 15005	08/14/09		620.00	108.30	38.12	473.58
Colwell, Charles						
Regular	80.00	7.75	620.00			
Overtime	3.00	11.63	34.89			
Federal Social Security Medicare State Retirement Health Canteen Fund				45.71		
				38.57		
				9.02		
				24.43		
					32.74	
					4.62	
					2.50	
Check # 15089	08/28/09		654.89	117.73	39.86	497.30
Colwell, Charles						
Regular	80.00	7.75	620.00			
Overtime	19.00	11.63	220.97			
Holiday	8.00	7.75	62.00			
Federal Social Security Medicare State Retirement Health Canteen Fund				81.06		
				53.18		
				12.44		
				38.10		
					45.15	
					4.62	
					2.50	
Check # 15126	09/11/09		902.97	184.78	52.27	665.92
Colwell, Charles						
Regular	80.00	7.75	620.00			
Overtime	3.00	11.63	34.89			
Vacation	40.00	7.75	310.00			
Federal Social Security Medicare State Retirement Health Canteen Fund				89.88		
				56.83		
				13.29		
				41.52		
					48.24	
					4.62	



	Qty	Rate	Income	Taxes	Deductions	Net
Canteen Fund					2.50	
Check # 15171	09/25/09		964.89	201.52	55.36	708.01
Colwell, Charles						
Regular	80.00	7.75	620.00			
Federal				40.73		
Social Security				36.52		
Medicare				8.54		
State				22.51		
Retirement					31.00	
Health					4.62	
Canteen Fund					2.50	
Check # 15209	10/09/09		620.00	108.30	38.12	473.58
Colwell, Charles						
Regular	80.00	7.75	620.00			
Federal				40.73		
Social Security				36.52		
Medicare				8.54		
State				22.51		
Retirement					31.00	
Health					4.62	
Canteen Fund					2.50	
Check # 15254	10/23/09		620.00	108.30	38.12	473.58
Colwell, Charles						
Regular	80.00	7.75	620.00			
Overtime	1.00	11.63	11.63			
Federal				42.39		
Social Security				37.20		
Medicare				8.70		
State				23.15		
Retirement					31.58	
Health					4.62	
Canteen Fund					2.50	
Check # 15303	11/06/09		631.63	111.44	38.70	481.49
Colwell, Charles						
Regular	80.00	7.75	620.00			
Federal				40.73		
Social Security				36.52		
Medicare				8.54		
State				22.51		
Retirement					31.00	
Health					4.62	
Canteen Fund					2.50	
Check # 15357	11/20/09		620.00	108.30	38.12	473.58
Colwell, Charles						
Regular	66.00	7.75	511.50			
Holiday	16.00	7.75	124.00			
Federal				42.94		
Social Security				37.43		
Medicare				8.75		
State				23.37		
Retirement					31.78	
Health					4.62	
Canteen Fund					2.50	
Check # 15405	12/04/09		635.50	112.49	38.90	484.11
Colwell, Charles						
Regular	80.00	7.75	620.00			
Overtime	7.00	11.63	81.41			
Federal				52.34		

	Qty	Rate	Income	Taxes	Deductions	Net
Social Security				41.31		
Medicare				9.66		
State				27.00		
Retirement					35.07	
Health					4.62	
Canteen Fund					2.50	
Check # 15452	12/18/09		701.41	130.31	42.19	528.91
Colwell, Charles						
Regular	72.00	7.75	558.00			
Overtime	10.00	11.63	116.30			
Holiday	16.00	7.75	124.00			
Federal				66.14		
Social Security				47.02		
Medicare				11.00		
State				32.34		
Retirement					39.92	
Health					4.62	
Canteen Fund					2.50	
Check # 15490	12/31/09		798.30	156.50	47.04	594.76
Company Totals						
Regular	2,042.00		14,980.50			
Overtime	144.00		1,573.51			
Vacation	80.00		600.00			
Holiday	80.00		592.00			
_Comp	8.00		56.00			
Salary			0.00			
Advance EIC			0.00			
Federal				1,287.88		
Social Security				1,048.52		
Medicare				245.19		
State				651.56		
Local				0.00		
Health					120.12	
Retirement					890.13	
Canteen Fund					65.00	
			17,802.01	3,233.15	1,075.25	13,493.61

## Book Asset Detail . /01/06 - 6/30/07

FYE: 6/30/2007

Asset	id	Property Description	Date In Service	Book Cost	Book Sec 179 Exp c	Book Sal Value	Book Prior Depreciation	Book Current Depreciation	Book End Depr	Book Net Book Value	Book Method	Book Period
<b>Group: 1320</b>												
4		Property - Tank Site	6/30/88	3,000.00	0.00	0.00	0.00	0.00	0.00	3,000.00	Land	0.0
			<b>1320</b>	<u>3,000.00</u>	<u>0.00c</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>3,000.00</u>		
<b>Group: 1340</b>												
2		94 Ford Ranger	3/01/95	25,104.00	0.00	0.00	25,104.00	0.00	25,104.00	0.00	S/L	10.0
3		99 Ford Truck	6/26/01	29,094.00	0.00	0.00	29,094.00	0.00	29,094.00	0.00	S/L	5.0
65		1998 FORD F150	8/01/05	3,525.00	0.00	0.00	646.25	705.00	1,351.25	2,173.75	S/L	5.0
66		1997 FORD F150	8/01/05	3,050.00	0.00	0.00	559.17	610.00	1,169.17	1,880.83	S/L	5.0
			<b>1340</b>	<u>60,773.00</u>	<u>0.00c</u>	<u>0.00</u>	<u>55,403.42</u>	<u>1,315.00</u>	<u>56,718.42</u>	<u>4,054.58</u>		
<b>Group: 1350</b>												
5		Water System Improvements	6/30/84	1,085,629.58	0.00	0.00	527,837.56	36,187.65	564,025.21	521,604.37	S/L	30.0
6		Water Improvements	6/30/86	23,801.87	0.00	0.00	11,576.78	793.40	12,370.18	11,431.69	S/L	30.0
7		Sewer Improvements	6/30/86	7,933.96	0.00	0.00	3,859.07	264.47	4,123.54	3,810.42	S/L	30.0
8		Sewer Improvements	6/30/84	361,876.52	0.00	0.00	175,945.85	12,062.55	188,008.40	173,868.12	S/L	30.0
			<b>1350</b>	<u>1,479,241.93</u>	<u>0.00c</u>	<u>0.00</u>	<u>719,219.26</u>	<u>49,308.07</u>	<u>768,527.33</u>	<u>710,714.60</u>		
<b>Group: 1360</b>												
9		Water System	6/30/63	173,861.78	0.00	0.00	143,060.84	5,795.39	148,856.23	25,005.55	S/L	30.0
10		Water System	6/30/63	173,861.77	0.00	0.00	98,229.91	5,795.39	104,025.30	69,836.47	S/L	30.0
			<b>1360</b>	<u>347,723.55</u>	<u>0.00c</u>	<u>0.00</u>	<u>241,290.75</u>	<u>11,590.78</u>	<u>252,881.53</u>	<u>94,842.02</u>		
<b>Group: 1370</b>												
11		Water System	6/30/71	361,451.44	0.00	0.00	226,141.89	12,048.38	238,190.27	123,261.17	S/L	30.0
12		Sewer System	6/30/71	120,483.81	0.00	0.00	75,380.63	4,016.13	79,396.76	41,087.05	S/L	30.0
			<b>1370</b>	<u>481,935.25</u>	<u>0.00c</u>	<u>0.00</u>	<u>301,522.52</u>	<u>16,064.51</u>	<u>317,587.03</u>	<u>164,348.22</u>		
<b>Group: 1380</b>												
13		Water Main	6/30/63	180,655.06	0.00	0.00	121,290.60	6,021.84	127,312.44	53,342.62	S/L	30.0
			<b>1380</b>	<u>180,655.06</u>	<u>0.00c</u>	<u>0.00</u>	<u>121,290.60</u>	<u>6,021.84</u>	<u>127,312.44</u>	<u>53,342.62</u>		
<b>Group: 1390</b>												
54		Water Tank/Water Plant	6/30/97	1,580,628.11	0.00	0.00	434,672.73	39,515.70	474,188.43	1,106,439.68	S/L	40.0
55		Water Tank/Water Plant	6/30/98	915,136.14	0.00	0.00	251,662.40	22,878.40	274,540.80	640,595.34	S/L	40.0
56		Water Tank/Water Plant	6/30/99	334,056.31	0.00	0.00	91,865.18	8,351.41	100,216.59	233,839.72	S/L	40.0
57		Water Tank/Water Plant	6/30/99	55,187.00	0.00	0.00	15,176.24	1,379.68	16,555.92	38,631.08	S/L	40.0

Book Asset Detail 7/01/06 - 6/30/07

FYE: 6/30/2007

Asset Id	Property Description	Date In Service	Book Cost	Book Sec 179 Exp c	Book Sal Value	Book Prior Depreciation	Book Current Depreciation	Book End Depr	Book Net Book Value	Book Method	Book Period
<b>Group: 1390 (continued)</b>											
		1390	<u>2,885,007.56</u>	<u>0.00c</u>	<u>0.00</u>	<u>793,376.55</u>	<u>72,125.19</u>	<u>865,501.74</u>	<u>2,019,505.82</u>		
<b>Group: 1392</b>											
58	Cowan/WhitCo Ext	6/30/97	724,161.14	0.00	0.00	602,502.01	121,659.13	724,161.14	0.00	S/L	5.0
59	Cowan/WhitCo Ext	6/30/97	625,672.00	0.00	0.00	407,938.14	125,134.40	533,072.54	92,599.46	S/L	5.0
60	Cowan/WhitCo Ext	6/30/99	23,132.22	0.00	0.00	15,082.20	4,626.44	19,708.64	3,423.58	S/L	5.0
		1392	<u>1,372,965.36</u>	<u>0.00c</u>	<u>0.00</u>	<u>1,025,522.35</u>	<u>251,419.97</u>	<u>1,276,942.32</u>	<u>96,023.04</u>		
<b>Group: 1500</b>											
14	Water System	6/30/80	489,739.75	0.00	0.00	316,492.74	16,324.66	332,817.40	156,922.35	S/L	30.0
15	Water Storage Tank	6/30/86	10,999.51	0.00	0.00	5,339.87	366.65	5,706.52	5,292.99	S/L	30.0
16	Auto Con Systems	11/30/91	1,819.97	0.00	0.00	702.13	60.67	762.80	1,057.17	S/L	30.0
		1500	<u>502,559.23</u>	<u>0.00c</u>	<u>0.00</u>	<u>322,534.74</u>	<u>16,751.98</u>	<u>339,286.72</u>	<u>163,272.51</u>		
<b>Group: 1510</b>											
17	Sewer System	6/30/80	316,532.79	0.00	0.00	222,166.72	10,551.09	232,717.81	83,814.98	S/L	30.0
18	Sewer System	11/30/91	606.66	0.00	0.00	234.05	20.22	254.27	352.39	S/L	30.0
		1510	<u>317,139.45</u>	<u>0.00c</u>	<u>0.00</u>	<u>222,400.77</u>	<u>10,571.31</u>	<u>232,972.08</u>	<u>84,167.37</u>		
<b>Group: 1600</b>											
19	Desk	6/01/83	293.69	0.00	0.00	293.69	0.00	293.69	0.00	S/L	5.0
20	Equipment	6/30/83	156.00	0.00	0.00	156.00	0.00	156.00	0.00	S/L	5.0
21	Office Equipment	6/30/82	160.31	0.00	0.00	160.31	0.00	160.31	0.00	S/L	5.0
22	Office Equipment	6/30/81	1,190.12	0.00	0.00	1,190.12	0.00	1,190.12	0.00	S/L	5.0
23	Desk	6/01/83	97.90	0.00	0.00	97.90	0.00	97.90	0.00	S/L	5.0
24	Equipment	6/30/83	52.00	0.00	0.00	52.00	0.00	52.00	0.00	S/L	5.0
25	Office Equipment	6/30/82	53.44	0.00	0.00	53.44	0.00	53.44	0.00	S/L	5.0
26	Computer	6/30/93	864.66	0.00	0.00	0.00	0.00	0.00	864.66	Memo	0.0
27	Office Equipment	6/30/81	396.70	0.00	0.00	396.70	0.00	396.70	0.00	S/L	5.0
28	Computer	4/01/99	1,378.00	0.00	0.00	1,378.00	0.00	1,378.00	0.00	S/L	5.0
29	Software	4/01/90	2,230.00	0.00	0.00	2,230.00	0.00	2,230.00	0.00	S/L	5.0
44	Equipment -Walmart	7/01/01	998.00	0.00	0.00	898.20	99.80	998.00	0.00	S/L	5.0
45	Equipment	3/01/02	798.72	0.00	0.00	718.83	79.89	798.72	0.00	S/L	5.0
		1600	<u>8,669.54</u>	<u>0.00c</u>	<u>0.00</u>	<u>7,625.19</u>	<u>179.69</u>	<u>7,804.88</u>	<u>864.66</u>		
<b>Group: 1610</b>											
30	Fire Hydrants	6/01/82	1,408.78	0.00	0.00	1,408.78	0.00	1,408.78	0.00	S/L	5.0
31	Dump	6/01/83	95.00	0.00	0.00	95.00	0.00	95.00	0.00	S/L	5.0
32	Fire Hydrants	6/01/81	780.14	0.00	0.00	780.14	0.00	780.14	0.00	S/L	5.0
33	Meter	8/01/85	300.00	0.00	0.00	300.00	0.00	300.00	0.00	S/L	5.0

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Book Asset Detail 7/01/06 - 6/30/07

FYE: 6/30/2007

Asset	d t	Property Description	Date in Service	Book Cost	Book Sec 179 Exp c	Book Sal Value	Book Prior Depreciation	Book Current Depreciation	Book End Depr	Book Net Book Value	Book Method	Book Period
<b>Group: 1610 (continued)</b>												
34		Volt Meter	3/01/86	178.92	0.00	0.00	178.92	0.00	178.92	0.00	S/L	5.0
35		Water Equipment	6/01/86	11,809.05	0.00	0.00	11,809.05	0.00	11,809.05	0.00	S/L	5.0
36		Water Equipment	6/30/88	782.49	0.00	0.00	782.49	0.00	782.49	0.00	S/L	5.0
37		Water Equipment	9/01/88	35,724.59	0.00	0.00	35,724.59	0.00	35,724.59	0.00	S/L	5.0
39		Meter	6/30/83	100.00	0.00	0.00	100.00	0.00	100.00	0.00	S/L	5.0
40		Volt Meter	6/30/85	59.64	0.00	0.00	59.64	0.00	59.64	0.00	S/L	5.0
41		Sewer Pump	6/30/86	3,936.35	0.00	0.00	3,936.35	0.00	3,936.35	0.00	S/L	5.0
42		80 GMC	6/01/83	7,046.00	0.00	0.00	7,046.00	0.00	7,046.00	0.00	S/L	5.0
43		Backhoe	8/01/00	56,804.00	0.00	0.00	42,332.51	11,360.80	53,693.31	3,110.69	S/L	5.0
46		Fire Hydrants	9/01/02	5,748.25	0.00	0.00	1,005.94	287.41	1,293.35	4,454.90	S/L	20.0
47		Sewer FET	6/30/02	7,000.00	0.00	0.00	7,000.00	0.00	7,000.00	0.00	S/L	5.0
48		Meters	9/01/03	15,950.00	0.00	0.00	5,696.43	2,278.57	7,975.00	7,975.00	S/L	7.0
		<b>1610</b>		<u>147,723.21</u>	<u>0.00c</u>	<u>0.00</u>	<u>118,255.84</u>	<u>13,926.78</u>	<u>132,182.62</u>	<u>15,540.59</u>		
<b>Group: 1630</b>												
49		Operational Manual	6/01/83	1,600.00	0.00	0.00	1,600.00	0.00	1,600.00	0.00	S/L	5.0
		<b>1630</b>		<u>1,600.00</u>	<u>0.00c</u>	<u>0.00</u>	<u>1,600.00</u>	<u>0.00</u>	<u>1,600.00</u>	<u>0.00</u>		
<b>Group: 1640</b>												
50		Plan 211 Rec	6/30/88	30,000.00	0.00	0.00	11,250.00	750.00	12,000.00	18,000.00	S/L	40.0
		<b>1640</b>		<u>30,000.00</u>	<u>0.00c</u>	<u>0.00</u>	<u>11,250.00</u>	<u>750.00</u>	<u>12,000.00</u>	<u>18,000.00</u>		
<b>Group: 1650</b>												
51		Plan Sewer System	6/30/88	37,650.82	0.00	0.00	12,236.51	941.27	13,177.78	24,473.04	S/L	40.0
		<b>1650</b>		<u>37,650.82</u>	<u>0.00c</u>	<u>0.00</u>	<u>12,236.51</u>	<u>941.27</u>	<u>13,177.78</u>	<u>24,473.04</u>		
<b>Group: 1670</b>												
52		Sewer System	6/30/91	926,074.75	0.00	0.00	347,278.04	23,151.87	370,429.91	555,644.84	S/L	40.0
53		Sewer system	6/30/93	28,858.00	0.00	0.00	9,378.84	721.45	10,100.29	18,757.71	S/L	40.0
		<b>1670</b>		<u>954,932.75</u>	<u>0.00c</u>	<u>0.00</u>	<u>356,656.88</u>	<u>23,873.32</u>	<u>380,530.20</u>	<u>574,402.55</u>		
<b>Group: 1680</b>												
63		Long Branch Water Ext	1/01/02	767,049.30	0.00	0.00	84,506.24	19,176.23	103,682.47	663,366.83	S/L	40.0
64		Long Branch Water Ext	2/01/03	14,700.00	0.00	0.00	1,286.25	367.50	1,653.75	13,046.25	S/L	40.0
		<b>1680</b>		<u>781,749.30</u>	<u>0.00c</u>	<u>0.00</u>	<u>85,792.49</u>	<u>19,543.73</u>	<u>105,336.22</u>	<u>676,413.08</u>		
<b>Group: 1690</b>												
61		Mayking Water Ext	2/01/03	500,000.00	0.00	0.00	37,500.00	12,500.00	50,000.00	450,000.00	S/L	40.0

**Book Asset Detail 7/01/06 - 6/30/07**

FYE: 6/30/2007

Asset	id	Property Description	Date In Service	Book Cost	Book Sec 179 Exp c	Book Sal Value	Book Prior Depreciation	Book Current Depreciation	Book End Depr	Book Net Book Value	Book Method	Book Period
<b>Group: 1690 (continued)</b>												
	1690			<u>500,000.00</u>	<u>0.00c</u>	<u>0.00</u>	<u>37,500.00</u>	<u>12,500.00</u>	<u>50,000.00</u>	<u>450,000.00</u>		
<b>Group: 1691</b>												
62		Solomon Branch Sewer Line Extens	3/01/04	<u>532,000.00</u>	<u>0.00</u>	<u>0.00</u>	<u>33,250.00</u>	<u>13,300.00</u>	<u>46,550.00</u>	<u>485,450.00</u>	S/L	40.0
	1691			<u>532,000.00</u>	<u>0.00c</u>	<u>0.00</u>	<u>33,250.00</u>	<u>13,300.00</u>	<u>46,550.00</u>	<u>485,450.00</u>		
	<b>Grand Total</b>			<u>10,625,326.01</u>	<u>0.00c</u>	<u>0.00</u>	<u>4,466,727.87</u>	<u>520,183.44</u>	<u>4,986,911.31</u>	<u>5,638,414.70</u>		

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\*\*\* Asset accounts

GEN DESCRIPTION	BAL FWD	CUR PER	BALANCE
1000 Operating Fund	0.00	0.00	0.00
1001 WATER OPERATING	70090.19	0.00	70090.19
1010 Revenue Fund-FS	5056.81	0.00	5056.81
1015 Petty Cash Water/Sewer	50.00	0.00	50.00
1020 SEWER OPERATING ACCT	0.00	0.00	0.00
1021 BOW OPERATING	13574.52	0.00	13574.52
1025 Revenue Fund-BoW	76070.01	5024.46CR	71045.55
1027 Cash-W&S Const.Fund 1988	0.00	0.00	0.00
1028 Long Branch Project	0.00	0.00	0.00
1029 Long Branch Corps	0.00	0.00	0.00
1030 Sinking Fund 1995	9834.04	0.00	9834.04
1031 LLC Sewer Project Corps	137.98	0.00	137.98
1032 Let. Co. School Sewer Pro	10536.90CR	0.00	10536.90CR
1035 Making Waterline Ext.	0.00	0.00	0.00
1037 Solomon Branch Sewerline	1995.56	0.00	1995.56
1040 CDBG Water	0.00	0.00	0.00
1043 New WWTPP KIA	316.09	0.00	316.09
1045 sewer replacement fund 19	27618.31	0.00	27618.31
1046 sinking fund 2002	1018.92	0.00	1018.92
1050 Sinking Fund 1984	31200.88	0.00	31200.88
1055 Sinking Fund 99 Loan c	10628.39	0.00	10628.39
1060 Sinking Fund 1971	0.00	0.00	0.00
1070 Sinking Fund 1967	0.00	0.00	0.00
1080 Sinking Fund 1963	0.00	0.00	0.00
1085 New WWTP Sinking Fund	0.00	0.00	0.00
10 depreciation 1971Deprecia	0.00	0.00	0.00
1095 Sinking Fund 1988	80401.70	0.00	80401.70
1100 Sewer Depreciation FD1967	0.00	0.00	0.00
1110 Depreciation Fund 1963	0.00	0.00	0.00
1120 Reserve Fund 1971	0.00	0.00	0.00
1130 Reserve Fund 1967	0.00	0.00	0.00
1140 Reserve Fund 1963	0.00	0.00	0.00
1141 Water Reserve	37353.67	0.00	37353.67
1142 CD	50000.00	0.00	50000.00
1145 due from general fund	0.00	0.00	0.00
1150 Investment	0.00	0.00	0.00
1165 Investment - CD	0.00	0.00	0.00
1250 Prepaid Ins.	20036.00	0.00	20036.00
1300 A/R Water & Sewer	116859.83	0.00	116859.83
1305 Allow. for Uncoll. W/S	5842.99CR	0.00	5842.99CR
1310 AML Contributions	0.00	0.00	0.00
1315 Accrued Int. Rec.	0.00	0.00	0.00
1320 Property Tank Site	3000.00	0.00	3000.00
1321 Accum Depr Water Tank	721251.36CR	0.00	721251.36CR
1325 AML Disbursement	0.00	0.00	0.00
1330 Accumulated Depreciation	2355606.51CR	0.00	2355606.51CR
1340 Vehicle	54198.00	0.00	54198.00
1350 W&S Improvements 1984	1479241.93	0.00	1479241.93
1360 Water & Sewer Sys 1963	347723.55	0.00	347723.55
1370 Water Main 1971	481935.25	0.00	481935.25
1380 Water Main 1967	180655.06	0.00	180655.06
1390 Water project in-progress	2885007.56	0.00	2885007.56
1395 AML construction in progress	1372965.36	0.00	1372965.36

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13	Accumulated Deprec.-AML	842178.04CR	0.00	842178.04CR
1444	WWTP EPA	0.00	0.00	0.00
1500	Water System	502559.23	0.00	502559.23
1510	Sewer System	317139.45	0.00	317139.45
1600	Office Equipment	8669.54	0.00	8669.54
1610	Equipment Water & Sewer	147723.21	0.00	147723.21
1620	Unamortized Bond Discount	0.00	0.00	0.00
1630	Manuals	1600.00	0.00	1600.00
1640	Planning 201 Facility	30000.00	0.00	30000.00
1650	Planning Sewer System	37650.82	0.00	37650.82
1670	Sewer System-Improvements	954932.75	0.00	954932.75
1680	Long Branch Fixed Assets	781749.30	0.00	781749.30
1690	Mayking Fixed Assests	500000.00	0.00	500000.00
1691	Solomon Branch Sewer Line Exte	532000.00	0.00	532000.00

\*\*\* Liability accounts

2000	Accounts Payable	40416.67CR	0.00	40416.67CR
2005	ACC PAYABLE-CONSTRUCTION	0.00	0.00	0.00
2010	Customer Deposits Payable	42860.53CR	200.00CR	43060.53CR
2020	Due to General Fund	3285.66CR	10511.46	7225.80
2030	Due Parks Concession Pool	25.00CR	0.00	25.00CR
2060	Accrued Interest Payable	0.00	158.00CR	158.00CR
2095	Accrued Payroll	349.84CR	0.00	349.84CR
2096	Payroll Clearing	4908.21CR	857.65CR	5765.86CR
2100	Ky Withholding	5465.36	32.00CR	5433.36
2110	Fed Withholding	1827.36	5.08CR	1822.28
2120	FICA Withholding	10296.56CR	158.06CR	10454.62CR
21	garnishment withheld	0.00	0.00	0.00
2140	Utility Tax Payable	40672.62	0.00	40672.62
2150	Sales Tax Payable	26018.10	0.00	26018.10
2155	Unemployment Payable	103.75CR	0.00	103.75CR
2156	Workmen's Compensation	0.00	0.00	0.00
2160	Group Insurance	18.48CR	9.24CR	27.72CR
2170	Retirement	239.21	207.36CR	31.85
2175	PAYROLL DEDUCTION	0.00	0.00	0.00
2176	Deferred Compensation	1021.76	50.00CR	971.76
2178	Canteen Fund	0.00	0.00	0.00
2180	Cash Advances	175.00CR	50.00CR	225.00CR
2181	Other liabilities	660971.14CR	0.00	660971.14CR
2182	KIA Payable - C	265000.00CR	0.00	265000.00CR
2183	Loans Payable - Banks	0.00	0.00	0.00
2184	Note Payable - Bank	0.00	0.00	0.00
2185	Note Payable - Bank	0.00	0.00	0.00
2186	Lease Payable - Trucks	0.00	0.00	0.00
2187	note payable - bank	0.00	0.00	0.00
2188	Loan -Whitaker bank	7278.12CR	0.00	7278.12CR
2189	Accrued Interest Payable	55563.54CR	0.00	55563.54CR
2190	Loan Payable-FmHA	208000.00CR	0.00	208000.00CR
2191	Loan Fifth Third Bank - Backho	0.34	0.00	0.34
2195	Bonds Payable 99 Fund C	0.00	0.00	0.00
2196	Whitaker Bank W/C Loan	18339.91CR	0.00	18339.91CR
2200	Bonds Payable 1995	0.00	0.00	0.00
2205	sewer replacemt fund 1988 paya	0.00	0.00	0.00
2210	Bonds Payable 1963	0.00	0.00	0.00
2215	Bond Payable New WWTP Sin	0.00	0.00	0.00



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22	Bonds Payable 1967	0.00	0.00	0.00
2225	Bonds Payable 1971-FHA	0.00	0.00	0.00
2230	Bonds Payable 1984	103500.00CR	0.00	103500.00CR
2235	Bonds Payable 1988	0.00	0.00	0.00
2240	bonds payable 2002	48900.00CR	0.00	48900.00CR

\*\*\* Capital accounts

3000	Contribution CDBG	632910.00CR	0.00	632910.00CR
3005	Contribution CDBG 92	391503.00CR	0.00	391503.00CR
3010	Contribution FmHA	577500.00CR	0.00	577500.00CR
3020	Contribution CDBG	26833.60CR	0.00	26833.60CR
3030	Contribution DOT	381686.01CR	0.00	381686.01CR
3040	Contribution 1963	231000.00CR	0.00	231000.00CR
3050	Contribution 1971	379153.00CR	0.00	379153.00CR
3060	Contribution 1967	95699.86CR	0.00	95699.86CR
3070	Contribution HUD	7500.00CR	0.00	7500.00CR
3080	Contribution EPA	491284.82CR	0.00	491284.82CR
3090	Contribution ARC	275974.30CR	0.00	275974.30CR
3092	CONTRIBUTION - AML	1348019.76CR	0.00	1348019.76CR
3093	contribution Lawsuit	750000.00CR	0.00	750000.00CR
3094	CONT. WATER PROJECT 99	334350.00CR	0.00	334350.00CR
3095	CONTRIBUTED CAPITOL SOLOM	1032000.00CR	0.00	1032000.00CR
3100	Contributed Capital - Long Bra	717049.30CR	0.00	717049.30CR
4500	Fund balance	1833550.20	0.00	1833550.20
4501	Distributions	0.00	0.00	0.00
4600	Fund Balance-Long Branch Proje	0.00	0.00	0.00
4700	Fund Balance Mayking Proj	0.00	0.00	0.00
47	Fund Balance Solomon Branch Se	1917.00CR	0.00	1917.00CR
4999	Current Earnings	0.00	0.00	0.00

\*\*\* Revenue accounts

5000	Water Revenue	0.00	59877.91CR	59877.91CR
5010	Sewer Revenue	0.00	25693.98CR	25693.98CR
5020	Tax Revenue	0.00	1448.29CR	1448.29CR
5025	Utility Tax	0.00	1391.11CR	1391.11CR
5070	Sewer-Connection Fee	0.00	0.00	0.00
5080	Water-Connection Fee	0.00	550.00CR	550.00CR
5090	Interest	0.00	0.00	0.00
5095	Penalties	0.00	172.91CR	172.91CR
5096	Loan Proceeds	0.00	0.00	0.00
5099	R account reimb. for part	0.00	0.00	0.00
5100	Other	0.00	172.64	172.64

\*\*\* Expense accounts

6000	Water Department	0.00	0.00	0.00
6025	Medical Insurance	0.00	0.00	0.00
6030	FICA	0.00	79.03	79.03
6040	Unemployment Insurance	0.00	0.00	0.00
6043	Retirement	0.00	150.36	150.36
6045	Truck Insurance	0.00	0.00	0.00
6050	Contract Labor	0.00	0.00	0.00
6055	office supplies & MAINTENANCE	0.00	0.00	0.00
6060	Supplies	0.00	0.00	0.00

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60	Chemicals	0.00	0.00	0.00
6070	Workmen's Compensation	0.00	0.00	0.00
6075	Other employee benefits	0.00	0.00	0.00
6080	Repairs	0.00	0.00	0.00
6090	Permits	0.00	0.00	0.00
6095	Truck Repair	0.00	0.00	0.00
6100	Bank Fees/Check	0.00	23.98	23.98
6105	Postage	0.00	0.00	0.00
6110	Uniforms	0.00	0.00	0.00
6120	Gas	0.00	0.00	0.00
6130	Equipment	0.00	0.00	0.00
6135	Radio Maintenance	0.00	0.00	0.00
6140	Equipment Rental	0.00	0.00	0.00
6200	Salary	0.00	1140.00	1140.00
6205	TRAINING	0.00	0.00	0.00
6210	Clothing Allowance	0.00	0.00	0.00
6215	Clothing Allowance-San	0.00	0.00	0.00
6220	Cash Advance	0.00	0.00	0.00
6230	Analysis	0.00	0.00	0.00
6240	Telephone	0.00	0.00	0.00
6250	Power	0.00	0.00	0.00
6260	Legal Fees	0.00	0.00	0.00
6270	Right of Way	0.00	0.00	0.00
6290	Freight	0.00	0.00	0.00
6300	Interest Expense	0.00	0.00	0.00
6320	Billing	0.00	0.00	0.00
6330	DUES & FEES	0.00	0.00	0.00
6335	WITHDRAWAL FEE	0.00	0.00	0.00
63	Insurance	0.00	0.00	0.00
6345	Clerk Bond	0.00	0.00	0.00
6350	Other	0.00	0.00	0.00
6355	LOAN PAYABLE	0.00	0.00	0.00
6356	Backhoe Lease	0.00	0.00	0.00
6358	Truck Loan	0.00	0.00	0.00
6360	Engineering	0.00	0.00	0.00
6365	contractrual services	0.00	0.00	0.00
6375	Water Tank Renovation	0.00	0.00	0.00
6380	Meter Replacement	0.00	0.00	0.00
6390	Professional Fees	0.00	0.00	0.00
6400	Transfers	0.00	47523.64	47523.64
6500	Miscellaneous	0.00	0.00	0.00
6550	R account	0.00	0.00	0.00
6560	Fire Hydrant Rehab.	0.00	0.00	0.00
6600	US Filter/PSG	0.00	0.00	0.00
6640	Veolia /PSG Overage	0.00	0.00	0.00
6650	Software Lease	0.00	0.00	0.00
6700	Transfers	0.00	24137.44	24137.44
7000	Sewer Department	0.00	0.00	0.00
7005	Operating Expense	0.00	0.00	0.00
7025	Medical Insurance	0.00	0.00	0.00
7030	FICA	0.00	0.00	0.00
7040	U/INS.	0.00	0.00	0.00
7043	Retirement	0.00	0.00	0.00
7045	Truck Insurance	0.00	0.00	0.00
7050	Contract Labor	0.00	0.00	0.00
7060	Supplies	0.00	0.00	0.00

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70	Chemicals	0.00	0.00	0.00
7070	Workman's Comp.	0.00	0.00	0.00
7080	Repairs	0.00	0.00	0.00
7090	Permits	0.00	0.00	0.00
7095	Truck Repair	0.00	0.00	0.00
7099	OTHER	0.00	0.00	0.00
7105	Postage	0.00	0.00	0.00
7110	Uniforms	0.00	0.00	0.00
7120	Gas	0.00	0.00	0.00
7130	Equipment	0.00	0.00	0.00
7140	Equipment Rental	0.00	0.00	0.00
7200	Salary	0.00	0.00	0.00
7210	Clothing Allowance	0.00	0.00	0.00
7230	Analysis	0.00	0.00	0.00
7240	Telephone	0.00	0.00	0.00
7250	Power	0.00	0.00	0.00
7270	Right of Way	0.00	0.00	0.00
7275	advertisement	0.00	0.00	0.00
7300	Interest Expense	0.00	0.00	0.00
7320	Billing	0.00	0.00	0.00
7330	Dues & Subscriptions	0.00	0.00	0.00
7340	Insurance	0.00	0.00	0.00
7356	Backhoe Lease	0.00	0.00	0.00
7358	Truck Loan	0.00	0.00	0.00
7360	Engineering	0.00	0.00	0.00
7365	Dumpsters	0.00	0.00	0.00
7370	Bond Discount Amort.	0.00	0.00	0.00
7400	Depreciation	0.00	0.00	0.00
74	Transfer from W&S Revenue	0.00	0.00	0.00
7500	Transfers to G/F P/R	0.00	0.00	0.00
7510	TRANSFER TO G/F	0.00	0.00	0.00
7520	Transfer to Rent & Royalt	0.00	0.00	0.00
7550	Miscellaneous	0.00	0.00	0.00
7555	R account overage	0.00	0.00	0.00
7560	Bad Debt Expense	0.00	0.00	0.00
7570	Sludge Expense	0.00	0.00	0.00
7575	201 update	0.00	0.00	0.00
7580	sewer training	0.00	0.00	0.00
7600	Us Filter/ PSG	0.00	0.00	0.00
7750	Software Lease	0.00	0.00	0.00
7760	Contractual Services	0.00	0.00	0.00
8000	T/F TO SINKING 88	0.00	1860.00	1860.00
8010	T/F TO SINKING 84	0.00	900.00	900.00
8015	New WWTP Sinking Fund	0.00	0.00	0.00
8020	T/F TO SINKING 63	0.00	0.00	0.00
8025	t/f sewer replacement fun	0.00	722.50	722.50
8026	t/f to sinking 2002	0.00	300.00	300.00
8030	T/F TO SINKING 71	0.00	0.00	0.00
8035	SINKING FUND 1995	0.00	5200.00	5200.00
8040	T/F TO SINKING 67	0.00	0.00	0.00
8041	t/f to water reserve	0.00	500.00	500.00
8043	t/f to gen. fund	0.00	0.00	0.00
8044	Transfer To /Sewer Replac	0.00	0.00	0.00
8045	KIA LOAN PAYMENT	0.00	0.00	0.00
8050	Sinking Fund 99 Fund C	0.00	2665.00	2665.00
8060	transfer from sewer replacemen	0.00	0.00	0.00

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80	TRANSFERED FROM R&R TO SE	0.00	0.00	0.00
8095	TRANSFER FROM R&R TO WATE	0.00	0.00	0.00
9010		0.00	0.00	0.00
9100		0.00	0.00	0.00
9120		0.00	0.00	0.00
9130		0.00	0.00	0.00
9140		0.00	0.00	0.00
9145		0.00	0.00	0.00
9148		0.00	0.00	0.00
9150		0.00	0.00	0.00
9160		0.00	0.00	0.00
9165		0.00	0.00	0.00
9170		0.00	0.00	0.00
9185		0.00	0.00	0.00
9200	Mayking Project	0.00	0.00	0.00
9210	Mayking Grant Fund Cont.	0.00	0.00	0.00
9215	Making Project Interest	0.00	0.00	0.00
9220	Mayking construction cost	0.00	0.00	0.00
9225	Mayking Engineering Cost	0.00	0.00	0.00
9230	Mayking Project Legal Fee	0.00	0.00	0.00
9240	Mayking Project Misc.	0.00	0.00	0.00
9250	Mayking transfers	0.00	0.00	0.00
9300	Solomon Branch Sewerline	0.00	0.00	0.00
9310	Solomon Branch Grant Cont	0.00	0.00	0.00
9315	Solomon Branch Interest	0.00	0.00	0.00
9320	Solomon Branch Engineerin	0.00	0.00	0.00
9325	Solomon Branch Constructi	0.00	0.00	0.00
9328	Solomon Branch Legal Fees	0.00	0.00	0.00
93	Solomon Branch Misc.	0.00	0.00	0.00
9400	Let. CO. School Sewer Pro	0.00	0.00	0.00
9401	Sewer Proj. School Cont.	0.00	0.00	0.00
9402	School Fund Interest	0.00	0.00	0.00
9410	Engineering Fees School	0.00	0.00	0.00
9412	Construction Cost School	0.00	0.00	0.00
9413	advertising cost school	0.00	0.00	0.00
9415	Miscellaneous school	0.00	0.00	0.00
9500	School Sewer Proj. Corps	0.00	0.00	0.00
9501	Pride/Corps Cont. Corps	0.00	0.00	0.00
9502	Pride/Corps Interest	0.00	0.00	0.00
9510	Engineering Fees Corps	0.00	0.00	0.00
9512	Construction Cost Corps	0.00	0.00	0.00
9515	Advertisng cost Corps	0.00	0.00	0.00
9516	Miscellaneous Corps	0.00	0.00	0.00
9520		0.00	0.00	0.00
9600	KIA NEW WWTPP	0.00	0.00	0.00
9610	Kia/Bond Fund Cont.	0.00	0.00	0.00
9611	KIA Interest Income	0.00	0.00	0.00
9620	KIA Engineering Cost	0.00	0.00	0.00
9621	Contracual Services	0.00	0.00	0.00
9625	KIA Admin Cost	0.00	0.00	0.00
9630	KIA Misc.	0.00	0.00	0.00

CLIENT: 2  
02/02/10 12:31  
GEN DESCRIPTION

Water & Sewer  
TRIAL BALANCE  
BAL FWD

Page 7  
Jul 31, 2007  
CUR PER BALANCE

TOTAL DEBITS	13079788.86	95886.05	13175674.91
TOTAL CREDITS	13079788.86CR	95886.05CR	13175674.91CR
DIFFERENCE	0.00	0.00	0.00
REVENUE	0.00	88961.56CR	88961.56CR
EXPENSE	0.00	85201.95	85201.95
NET PROFIT (LOSS)	0.00	3759.61	3759.61

Whitesburg Utilities  
BALANCE SHEET  
JULY 31, 2007  
ASSETS

Current assets		
WATER OPERATING	\$	70,090.19
Revenue Fund-FS		5,056.81
Petty Cash Water/Sewer		50.00
BOW OPERATING		13,574.52
Revenue Fund-BoW		71,045.55
Sinking Fund 1995		9,834.04
LLC Sewer Project Corps		137.98
Let. Co. School Sewer Pro		(10,536.90)
Solomon Branch Sewerline		1,995.56
New WWTTP KIA		316.09
sewer replacement fund 19		27,618.31
sinking fund 2002		1,018.92
Sinking Fund 1984		31,200.88
Sinking Fund 99 Loan c		10,628.39
Sinking Fund 1988		80,401.70
Water Reserve		37,353.67
CD		50,000.00
Accounts Receivable, Net		111,016.84
Prepaid Ins.		20,036.00
		\$ 530,838.55
Total current assets		
Fixed assets		
Equipment & Vehicles		210,590.75
Water System		5,689,658.54
Sewer System		3,155,072.32
Accumulated Depreciation		(2,355,606.51)
		6,699,715.10
Total fixed assets		
		\$ 7,230,553.65
TOTAL ASSETS		


LIABILITIES AND CAPITAL

Current liabilities		
Accounts Payable	\$	40,416.67
Customer Deposits Payable		43,060.53
Due to General Fund		(7,225.80)
Due Parks Concession Pool		25.00
Accrued liabilities		603,105.96
KIA Payable - C		265,000.00
Accrued Interest Payable		55,563.54
Loan Payable-FmHA		208,000.00
Loan Fifth Third Bank - Backhoe		(0.34)
Whitaker Bank W/C Loan		18,339.91
Bonds Payable		152,400.00
		\$ 1,378,685.47
Total liabilities		
Fund Equity		
Contributed Capital		7,672,463.65
Retained Earnings		(1,833,550.20)
Current Earnings		3,759.61
		5,842,673.06
Total fund equity		

Whitesburg Utilities  
BALANCE SHEET  
JULY 31, 2007

TOTAL LIABILITIES  
AND CAPITAL

\$ 7,221,358.53

<p>FORM <b>F-65(KY-3)</b> (10-5-2007)</p>  <p style="text-align: center;"><b>CITY UNIFORM FINANCIAL INFORMATION REPORT FISCAL YEAR 2006-2007</b></p>	<p style="text-align: center;"><b>Part I - REPORTING INFORMATION</b></p> <p>City name <u>City of Whitesburg</u></p> <p>Address <u>215 East Main Street</u></p> <p>City, State, ZIP <u>Whitesburg, Kentucky 41858</u></p> <p>County <u>Letcher</u></p> <p>City classification <u>Fourth class</u> <i>(Please correct any error in name, address, and ZIP Code)</i></p>	
<p><b>RETURN TO:</b></p> <p>Governor's Office for Local Development Cities and Special Districts Branch 1024 Capital Center Drive, Suite 340 Frankfort, KY 40601</p>	<p><b>SEND ONE ORIGINAL AND TWO COPIES OF THE COMPLETED FORM to the Governor's Office for Local Development BY MAY 1, 2008.</b> Please be sure to enter your city name, address, ZIP Code and classification in the upper right hand box on all copies of this form.</p>	
<p><b>Note -</b> Data supplied by your city in this report will be used by State and Federal Agencies and public interest groups in Kentucky. By filing this report, you will not receive local government finance reporting forms from the U.S. Census Bureau.</p>		
<p><b>Part II - CONTACT INFORMATION</b></p>		
<p>Name of person who completed form</p> <p>Garnet Sexton</p>	<p style="text-align: center;">Telephone</p> <p>Area code    Number        Extension</p> <p style="text-align: center;">606-633-3705</p>	
<p>Title</p> <p>City Clerk</p>	<p>Date</p>	
<p>Company (If not city)</p>	<p>Reporting format (accounting basis)</p> <p style="text-align: center;">Modified Accrual</p>	
<p style="text-align: center;">Telephone</p> <p>Area code    Number        Extension</p>		
<p><b>RELATED ORGANIZATIONS -</b> Please list related organizations such as Boards, Commissions, or Utilities, whose Board members are appointed by the City's Mayor or legislative body, or who receive a major portion of their funding from city resources.</p>		
<p style="text-align: center;">Organization/Address</p>	<p style="text-align: center;">Chief Executive</p>	<p style="text-align: center;">Telephone</p> <p>Area code    Number        Extension</p>
<p><b>Part III - CERTIFICATION - Completed report must be signed prior to filing.</b></p>		
<p>This is to certify that the data contained in this report are accurate to the best of my knowledge and belief.</p>		
<p>Signature of official</p>	<p>Title</p>	<p>Date completed</p>
<p>Printed name of official</p>		<p style="text-align: center;">Telephone</p> <p>Area code    Number        Extension</p>



**GENERAL INSTRUCTIONS**

**Before filling out this form, please read carefully each part and all related definitions and instructions.**

All information should be provided on a basis consistent with generally accepted accounting principles for the fiscal year July 1, 2006 through on June 30, 2007.

ROUND TO THE NEAREST DOLLAR. DO NOT SHOW CENTS FOR REVENUES OR EXPENDITURES.

Tax rates should be reported as decimal amounts. For instance a rate of 22 and 7/10 cents per \$100 assessed value should be reported as .227.

**Part IV** - City Revenue requests the fee, rate or amount charged per unit of service. If any line-item has multiple rate schedule, please provide a copy of the rate schedule. The schedule is only required in years when the rates have been revised or implemented.

Report only new debt or lease agreements. DO NOT COMPLETE THESE SECTIONS AGAIN IF THEY WERE REPORTED LAST YEAR AND THERE WERE NO CHANGES IN THE DEBT OR LEASE AGREEMENTS.

Information in this report should match financial information in the city's annual audited financial statements prepared in accordance with KRS 51A.026.

Combine all items that are not entered in specific categories provided and enter this total in the "Other" line item. Amounts classified as "Other" should not exceed 5% of the corresponding category total.

THE ACTUAL TAX RATE LEVIED, COLUMN (c), PART IV MUST BE COMPLETED EVEN IF THERE WAS NOT A CHANGE IN THE TAX RATE FROM FISCAL YEAR 2006-2007.

PLEASE BE SURE THAT AN OFFICIAL SIGNS THE CERTIFICATION. FORMS WILL NOT BE ACCEPTED WITHOUT A SIGNATURE.

Please be sure to reconcile subtotals and totals to the city's annual financial statements.

GOLD has developed an electronic version of the UFIR. Please contact Glenn Oldham at glenn.oldham@ky.gov or 800-346-5606 to obtain a file to compile this report.

**NOTE ESPECIALLY:**

- 1. Please report amounts covering all funds and accounts of your city except for employee-retirement funds administered by your city. Include bond redemption and interest funds, and construction or development funds, as well as current funds. Exclude refunds and transfers between funds.
- 2. Since this form applies to cities of different sizes and complexity, some items may not apply to your city. However, read the definitions carefully for each item in the report.
- 3. This report must be returned to the Governor's Office for Local Development by **May 1, 2008** per requirements of KRS 65.905.
- 4. Please note your basis of accounting (i.e., cash, modified accrual or accrual) in this report.
- 5. Please use a black or blue ball point pen.

**GENERAL DEFINITIONS**

The following general definitions will apply to grouping of expenditure categories:

**General Government** - includes all general functions of your city including finance, administration, elected officials, public buildings and general insurance coverage if not assigned to individual operating departments.

**Public Safety** - includes all police, fire, ambulance, correctional, inspection and code enforcement activities, and any other activity that promotes the protection of life and property.

**Public Services** - includes maintenance and construction of basic infrastructure and solid waste activities. Streets and roads, leaf and brush collection, solid waste collection and recycling, operation of public parking, riverports, and storm water and natural resource management.

**Community Services** - includes parks and recreation, public health, public welfare and assistance activities, housing and community development, mass transit programs and educational support programs.

**Utilities** - includes water, sewerage, natural gas, electric and telecommunications systems. Please report stormwater utility costs within Public Services even if a fee is charged to support the program as a utility.

**Part IV - TAX RATES**

Please list each tax rate that your city currently levies as of the end of the reporting period. If the city levies more than one rate on different insurance lines, please list each and the applicable line on a separate sheet.

	Compensating (a)	4% increase (b)	Adopted rate (c)
<b>A. Property Tax Rates</b>			
1. Real	.34		.34
2. Personal	.34		.34
3. Motor vehicle/watercraft			
<b>B. Other Rates</b>			
1. Occupational license fee (payroll tax)			
2. Net profits	\$75 the first \$100,000;		
3. Gross receipts tax			
4. Insurance premium tax			
5. Bank deposits			
6. Restaurant tax			
7. Motel tax			

**Part V - TAX AND OTHER REVENUES**

Please list all tax revenues received for the reporting period. Intergovernmental revenues should be listed from the source from which you received them, i.e. State, Federal, or from another City or Special District. This may include revenues received from services you provide to another government.

<b>A. Property Taxes</b>		T01
1. Real		\$ 343,273.00
2. Personal		T01
3. Motor vehicle		T01 \$4,622.00
4. Bank deposits franchise tax		T01
5. Delinquent (all years)		T01 \$27,810.00
6. <b>SUBTOTAL Property Taxes</b> →		<b>\$375,705.00</b>
<b>B. License and Permit Fees</b>		T24
1. City vehicle licensing (auto stickers)		\$4,780.00
2. Right of way/street cut permits		T29
3. Alcoholic beverage licenses		T20 \$1,000.00
4. Planning, zoning, development fees		T28
5. Other licensing and permit fees (Include: Animal control; building, electrical, and plumbing permits; Electrical contractors' licenses; development impact fees; unloading fees; building, electrical, plumbing, and natural gas inspections.)		T29 \$125.00
6. <b>SUBTOTAL License and Permit Fees</b> →		<b>\$5,905.00</b>

PLEASE CONTINUE ON NEXT PAGE

<b>Part V - TAX AND OTHER REVENUES - Continued</b>			
If varying rates or fees are charged based upon classification, volume, value, or other criteria, the local government shall submit a fee or chart with the form.			
<b>C. Occupation and Business Fees</b>			
1. Occupational license fees	T40		
(a) Payroll	\$		
(b) Net profits	T41	\$121,181.00	
(c) Gross receipts	T41		
2. Fixed rate business licenses	T28		
<b>3. SUBTOTAL for Occupation and Business Fees</b> →	T40	\$ 121,181.00	
<b>D. Other Taxes/Fees</b>			
1. Franchise fees	T15		
(a) Electric		\$5,814.00	
(b) Natural gas	T15		
(c) Water/wastewater	T15	\$8,111.00	
(d) Other franchise fees	T15	\$14,585.00	
2. Motel tax			
3. Restaurant tax	T19		
4. Insurance premium tax	T19		
<b>5. SUBTOTAL for Other Taxes/Fees</b> →		\$ 28,510.00	
Function activity	From cities, counties, or special districts (a)	From State (b)	From Federal (c)
<b>E. Intergovernmental Revenues</b>			
1. General support	D30	C30 \$56,140.00	B30 \$73,008.00
2. Government payments in lieu of taxes	D30	C30	B30
3. Public safety	D89	C89	B89
(a) Police		\$69,012.00	\$105,335.00
(b) Fire/EMS	D89	C89 \$37,573.00	B89
(c) Corrections	D89	C89	B89
4. Public services	D46	C46	B46
Streets and roads		\$200,821.00	
5. Community services	D89	C89	B89
(a) Parks and recreation			
(b) Public welfare	D79	C79	B79
(c) Public health	D42	C42	B42
(d) Housing and community development	D50	C50	B50
(e) Transit/bus systems	D94	C94	B94
(f) Educational support	D21	C21	B21

PLEASE CONTINUE ON THE NEXT PAGE

<b>Part V - TAX AND OTHER REVENUES - Continued</b>			
Function activity	From cities, counties, or special districts (a)	From State (b)	From Federal (c)
<b>E. Intergovernmental Revenues - Continued</b>			
<b>6. Utilities</b>	D91	C91	B91
<b>(a) Water supply</b>	\$	\$	\$
<b>(b) Sewerage systems</b>	D80	C80	B80
<b>(c) Electric power systems</b>	D92	C92	B92
<b>(d) Natural gas systems</b>	D93	C93	B93
<b>(e) Telecommunications</b>	D89	C89	B89
<b>7. Other intergovernmental revenues</b> (Include: Local government economic assistance; area development fund grant; other from local, state, or Federal governments.)	D89	C89 \$118,795.00	B89
<b>8. SUBTOTAL for Intergovernmental Revenues</b> →	<b>\$ 0.00</b>	<b>\$ 482,341.00</b>	<b>\$ 178,343.00</b>
<b>F. Other Revenues/Charges</b>			
<b>1. Airport revenue</b>	A01 \$		
<b>2. Utility sales</b>	A91		
<b>(a) Water</b>	\$615,890.00		
<b>(b) Sewerage</b>	A80 \$257,589.00		
<b>(c) Electric</b>	A92		
<b>(d) Natural gas</b>	A93		
<b>(e) Telecommunications/cable</b>	A03		
<b>3. Parking (lots, meters, garages, etc.)</b>	A60 \$14,546.00		
<b>4. Parks and recreation receipts</b>	A81 \$98,660.00		
<b>5. River ports, locks, etc.</b>	A87		
<b>6. Special assessments</b>	U01		
<b>7. Sale of real or surplus property</b>	U11		
<b>8. Investment/interest earnings</b> (Exclude construction and pensions)	U20 \$41,386.00		
<b>9. Fines and forfeits (including parking violations)</b>	U30 \$3,509.00		
<b>10. Transit authority</b>	A94		
<b>11. Penalties and interest</b>	T01		
<b>12. Donations</b>	U50		
<b>13. Rents</b>	U40 \$ 68,028.00		
<i>PLEASE CONTINUE ON THE NEXT PAGE</i>			

<b>Part V - TAX AND OTHER REVENUES - Continued</b>	
<b>F. Other Revenues/Charges - Continued</b>	AB1
14. Solid waste collection and disposal	\$ 300,272.00
15. Other miscellaneous revenues (Include: recoveries, impounded vehicles, ambulance runs, fire protection, police arrest fees, etc.)	A69 \$32,032.00
<b>16. SUBTOTAL Other Revenues/Charges</b> →	<b>\$ 1,431,912.00</b>
<b>TOTAL MUNICIPAL REVENUES</b> →	<b>\$ 2,623,897.00</b>

**Part VI - EXPENDITURES**

*List all city spending both as direct expenditures and costs associated with services provided by other governments. An example might be spending for sewerage treatment by another city, or police or fire services provided by the county government. Make sure and include costs your city incurs for services provided by other non-profit agencies such as social services, public health, and public welfare.*

Function activity	To other cities, counties, or special districts (a)	To State (b)	Non-profits (c)
<b>A. Intergovernmental Expenditures</b> (all payments to other governments for services, programs, or reimbursements)			
2. Public safety			
3. Public services			
4. Community services			
5. Utilities			
<b>6. SUBTOTAL for Intergovernmental Expenditures</b> →	M89 <b>\$ 0.00</b>	L89 <b>\$ 0.00</b>	E89 <b>\$ 0.00</b>

*Provide spending directly attributed to the city's operations by salaries and wages, other operations, and capital outlay. Salaries and wages should only include direct salary costs including any overtime and differential pay. Do not include fringe benefits or other costs such as unemployment insurance. Operations include all other costs including materials, supplies, contractual services and other miscellaneous costs. Capital outlay is normally defined as items costing at least \$1,000 and having a useful life of more than three years.*

Function	Salaries and wages (a)	Other operations (b)	Capital Outlay	
			Equipment, land and existing structures (c)	Construction (d)
<b>B. Direct Expenditures by the City</b>	E29	E29	G29	F29
1. General government (Administrative, legal, overhead, public buildings)	\$ 65,031.00	\$ 237,291.00	\$ 8,320.00	\$ 152,770.00
2. General government: Financial administration	E23	E23	G23	F23
3. Public safety	E62	E62	G62	F62
(a) Police	\$211,457.00	\$240,934.00		
(b) Fire/EMS/ambulance	\$136,150.00	\$191,054.00	\$97,549.00	
(c) Code enforcement/inspection	E66	E66	G66	F66
(d) Corrections	E05	E05	G05	F05

PLEASE CONTINUE ON THE NEXT PAGE

<b>Part VI - EXPENDITURES - Continued</b>				
Function	Salaries and wages (a)	Other operations (b)	Capital Outlay	
			Equipment, land and existing structures (c)	Construction (d)
<b>4. Public services</b>	E44	E44	G44	F44
<b>(a) Streets and roads</b>	\$54,177.00	\$141,594.00		
<b>(b) Sanitation/solid waste</b>	\$94,157.00	\$219,639.00		
<b>(c) Natural resources</b>				
<b>(d) Riverport facilities</b>				
<b>(e) Parking facilities</b>	\$15,545.00			
<b>(f) Cemeteries</b>				
<b>5. Community services</b>	E61	E61	G61	F61
<b>(a) Parks and recreation</b>	\$753.00	\$103,125.00	\$28,519.00	
<b>(b) Public health</b>				
<b>(c) Public welfare</b>				
<b>(d) Housing and community development</b>				
<b>(e) Transit/bus system</b>				
<b>(f) Educational support</b>				
<b>6. Utilities</b>	E91	E91	G91	F91
<b>(a) Water systems</b>	\$17,890.00	\$475,262.00	\$6,575.00	\$302,093.00
<b>(b) Sewerage systems</b>		\$241,196.00		\$42,211.00
<b>(c) Electric power systems</b>				
<b>(d) Natural gas systems</b>				
<b>(e) Cable/telecommunications</b>				
<b>7. Debt payments (Include all principal and interest)</b>				
<b>(a) General government</b>		\$99,368.00		
<b>(b) Public safety</b>		\$32,473.00		
<b>(c) Public services</b>		\$23,589.00		
<b>(d) Community services</b>				
<b>(e) Utilities</b>		\$117,191.00		
<b>8. Bond issuance costs</b>	E23	E23	G23	F23
<b>9. Miscellaneous expenditures</b>	E09	E09	G09	F80
<b>10. SUBTOTAL for Direct Expenditures by the City</b>	Z00			
	\$ 595,160.00	\$ 2,122,716.00	\$ 140,963.00	\$ 497,074.00

PLEASE CONTINUE ON THE NEXT PAGE

**Part VII - PENSION AND BENEFIT COSTS**

List all pension and benefit costs for city employees. Health insurance costs include both city paid premiums and other reimbursements or supplements provided by the city. Other benefits include life, dental and deferred compensation payments to employees as well as unemployment insurance.

<b>Personnel Expenditures</b>	
1. CERS non-hazardous	\$ 23,608.00
2. CERS hazardous	\$ 90,401.00
3. City pensions	\$
4. Health Insurance	\$ 174,295.00
5. All other employee benefits	\$ 13,932.00

**Part VIII - INDEBTEDNESS**

List a summary of total city debt outstanding at the beginning and end of the fiscal year, and include any new debt incurred during the reporting period. If known, segregate the total debt by revenue and general obligation bonds.

Activity	Outstanding beginning FY (a)	Issued (b)	Retired (c)	Outstanding ending FY (d)	General obligation (e)	Revenue bonds (f)
1. General governmental funds	19U \$ 632,739.00	29U \$ 87,842.00	39U \$ 115,079.00	49U \$ 605,502.00	\$ 605,502.00	\$
2. Business type funds (water, sewer, gas, electric)	19V \$1,237,832.00	29V	39V \$76,946.00	49V \$1,160,886.00	\$815,161.00	\$345,725.00
3. Private activity bonds (industrial revenue, non-profits, etc.)	19T \$	24T \$	34T \$	44T \$	\$	\$
4. Short-term debt (All government funds)				61V		
a. Beginning of fiscal year				\$		
b. End of fiscal year				64V		
5. Interest paid on:				191		
a. Water debt				\$44,613.00		
b. Electric debt				192		
c. Gas debt				193		
d. Transit debt				194		
e. All other debt				199 \$ 35,723.00		
<b>TOTAL INTEREST PAID</b>					\$ 80,336.00	
<b>TOTAL MUNICIPAL EXPENDITURES</b> Sum totals of Parts VI, VII, and VIII (5a-e)					\$ 3,738,485.00	

**Part IX - CASH AND INVESTMENTS**

<b>TOTAL CASH AND INVESTMENTS</b>	
1. Beginning of fiscal year	\$ 1,055,283.00
2. End of fiscal year	\$ 1,066,266.00
a. Sinking funds	W01 \$
b. Bond proceeds	W31 \$
c. Other reserved funds	W61 \$ 237,783.00
d. All non-reserved cash and investments	W61 \$ 828,483.00



Click here to send this report as an electronic file attachment to your message. You must manually insert the Excel workbook as an attachment into the message.

**CITY UNIFORM FINANCIAL INFORMATION REPORT - ENTERPRISE FUNDS  
FISCAL YEAR 2005 - 2006**

Return to: Governor's Office for Local Development 1024 Capital Center Drive, Suite 340 Frankfort, KY 40601  Or email to Glenn.Oldham@ky.gov	City name	CITY OF WHITESBURG
	Address	215 EAST MAIN STREET
	City, State, Zip	WHITESBURG, KENTUCKY 41858
	County	LETCHER
	City classification	4TH

Note: Data supplied by your city in this report will be used by State and Federal Agencies and public interest groups in Kentucky. By filing this report, you will not receive local government Finance Reporting forms F-21 and F-22 from the U S Bureau of the Census.

**SEND ONE ORIGINAL AND TWO COPIES OF THE COMPLETED FORM TO THE GOVERNOR'S OFFICE FOR LOCAL DEVELOPMENT BY MAY 1, 2006. PLEASE BE SURE TO ENTER YOUR CITY NAME, ADDRESS, ZIP CODE AND CLASSIFICATION IN THE UPPER RIGHT HAND BOXES ON ALL COPIES OF THIS FORM.**

THIS FILE MAY ALSO BE TRANSMITTED VIA EMAIL TO Glenn.Oldham@ky.gov OR BY MAILING A DISK TO THE ADDRESS ABOVE.

**PART I - DATA SUPPLIED BY**

Name of individual who completed form:	Area code	Phone	Extension
CHRIS GOOCH	606	436-5700	
Title:	Date		
CERTIFIED PUBLIC ACCOUNTANT	2/1/2007		

**PART II CERTIFICATION**

Name of official responsible for this information:	Area Code	Phone	Extension
	606	633-3700	
Title:	Date		
GARNET SEXTON			

Remarks:



**CITY UNIFORM FINANCIAL INFORMATION REPORT -ENTERPRISE FUNDS  
FISCAL YEAR 2005-2006  
GENERAL INSTRUCTIONS**

All information should be provided on a basis consistent with generally accepted accounting principles for the fiscal year July 1, 2005 through June 30, 2006.

Use blank columns for individual funds. Report separately each fund that accounts for revenues that are at least 5 percent of the city's total revenues of enterprise funds. (Major funds)

ROUND TO THE NEAREST DOLLAR. DO NOT SHOW CENTS FOR REVENUES OR EXPENDITURES.

Combine all funds with fund revenues that total less than 5% of enterprise revenues and include in the nonmajor column.

Tax rates should be reported as decimal amounts. For instance a rate of 22 and 7/10 cents per \$100 assessed value should be reported as .227

Combine all items that are not entered in specific categories provided and enter this total in the "Other" line item. Amounts classified as "Other" should not exceed 5% of the corresponding category total.

Report only new debt or lease agreements. DO NOT COMPLETE THESE SECTIONS AGAIN IF THEY WERE REPORTED LAST YEAR AND THERE WERE NO CHANGES IN THE DEBT OR LEASE AGREEMENTS.

THE ACTUAL TAX RATE LEVIED, COLUMN (d), PART III MUST BE COMPLETED EVEN IF THERE WAS NO CHANGE IN THE TAX RATE FROM THE PRIOR YEAR. NO SIGNATURE IS REQUIRED ON ELECTRONIC SUBMISSIONS.

Information in this report should match financial information in the city's annual audited financial statements prepared in accordance with KRS 91A.020.

Please be sure to reconcile subtotals, totals and fund balance schedules to the city's annual financial statements.

**Transfers to and from all enterprise funds should equal net transfers from governmental funds.** Any other amount in total net transfers indicates that funds have been omitted from this report or that transfers have not been properly recorded.

KRS 92.280 requires all cities to impose a property tax. Part III itemizes details of the property tax assessments and must be completed by all cities.

If you have any questions regarding this file, please contact Glenn Oldham at [Glenn.Oldham@ky.gov](mailto:Glenn.Oldham@ky.gov) or by phone at 800-346-5606.

**DO NOT ENTER INFORMATION IN THE  
SHADED BOXES.**

PART III - ENTERPRISE FUNDS					
Revenue Source (a)	Water (b)	Sewer (c)	(d)	(e)	Nonmajor funds (See instructions) (f)
<b>1. Operating Revenues</b>					
a. Charges for services	547353	272852			
b. Connection fees	150				
c. Penalties & interest	10543				
d. Other					
<b>e. Total Operating Revenues</b>	A91 558046	A80 272852	A-- 0	A-- 0	A-- 0
<b>2. Operating Expenses</b>					
a. Personnel & fringe benefits					
(1) Salaries & wages	19283				
(2) Fringe benefits	13671				
b. Contractual services	324957	288229			
c. Materials & supplies	3113	78			
d. Other costs	920	1686			
e. Depreciation	378762	168930			
<b>f. Total Operating Expenses</b>	E91 740706	E80 458923	E-- 0	E-- 0	E-- 0
<b>3. Operating Income (loss) (Line 1e minus 2f)</b>	(182,660)	(186,071)	0	0	0
<b>4. Nonoperating Revenues (Expenses)</b>					
a. Federal grants					
b. State grants					
c. Investment income	U20 46	U20	U20	U20	U20
d. Gain (loss) on sale of fixed assets					
e. Interest expense	I91 -36715	I89 584	I--	I--	I--
f. Bond issuance costs	E23	E23	E23	E23	E23
g. Other					
<b>h. Total Nonoperating Revenues (Expenses)</b>	-36669	584	0	0	0
<b>5. Income (loss) before transfers (line 3 plus line 4h)</b>	(219,329)	-185487	0	0	0
<b>6. Operating Transfers</b>					
a. Transfers in	6382	186655			
b. Transfers out	186655				
<b>c. Net transfers</b>	-180273	186655	0	0	0
<b>7. Net income (Line 5 plus line 6c)</b>	(399,602)	1168	0	0	0
<b>8. Depreciation charged to contributed capital</b>					
<b>9. Net increase (decrease) to retained earnings (Line 7 minus line 8)</b>	(399,602)	1168	0	0	0
<b>10. Retained earnings, July 1, 2005</b>	-1975064				
<b>11. Retained earnings, June 30, 2006 (Line 9 plus line 10)</b>	(2,374,666)	1168	0	0	0

PART III - ENTERPRISE FUNDS					
Revenue Source (a)	Water (b)	Sewer (c)	(d)	(e)	Nonmajor funds (See instructions)
					(f)
<b>12. Less Restricted Retained Earnings:</b>					
a. Depreciation reserves					
b. Maintenance & operating reserves					
c. Debt services reserves					
d. Capital projects reserves					
e. Construction reserves					
<b>f. Total Restricted Retained Earnings</b>	0	0	0	0	0
<b>13. Unrestricted Retained Earnings (Line 11 minus line 12f)</b>	(2,374,666)	1,168	0	0	0

PART IV - ENTERPRISE FUNDS CASH FLOW					
Revenue Source (a)	Water (b)	Sewer (c)	(d)	(e)	Nonmajor funds (See instructions)
					(f)
<b>1. Net cash provided from operating activities</b>	304856				
<b>2. Cash flows from capital financing activities:</b>					
a. Bond proceeds ( net of issuance costs)					
b. Payment of bond/note principal	-34822				
c. Payment of bond/note interest	-37299				
d. Proceeds from sale of fixed assets					
e. Acquisition of equipment	G91 -6575	G80	G--	G--	G--
f. Acquisition of real property	G91	G80	G--	G--	G--
g. Capital contributions	F91	F80	F--	F--	F--
h. Other					
<b>i. Net cash flows from capital financing</b>	(78,696)	0	0	0	0
<b>3. Cash flows from noncapital financing:</b>					
a. Operating transfers in	6382				
b. Operating transfers out					
c. Federal grants					
d. State grants					
e. Other					
<b>f. Net cash flows from noncapital financing</b>	6,382	0	0	0	0

<b>PART IV - ENTERPRISE FUNDS CASH FLOW</b>					
Revenue Source	Water	Sewer			Nonmajor funds (See instructions)
<b>4. Cash Flows from Investing Activities:</b>					
a. Purchase of investments					
b. Proceeds from sale/maturities of investments					
c. Investment income	46				
<b>d. Net cash flows from investing activities</b>	46	0	0	0	0
<b>5. Net Increase (Decrease) in cash balances (Line 1 plus line 2i plus line 3f plus line 4d)</b>	232,588	0	0	0	0
<b>6. Cash balances, July 1, 2005</b>	308602				
<b>7. Cash balances, June 30, 2006 (Line 5 plus line 6)</b>	541,190	0	0	0	0
<b>Cash balances in Part IV should match cash balances in Part V</b>					
Remarks:					

**PART V - ENTERPRISE FUND CASH & INVESTMENTS**

Describe (a)	Unrestricted Balances (b)	Operating Reserves (c)	Debt Service Reserves (d)	Depreciation Reserves (e)	Capital Project Reserves (f)	Construction Funds (g)
<b>A. Water Funds</b>						
1. Cash, checking accounts and savings	2295	71912				
2. Certificates of deposit						
3. U S Government obligations						
4. Bankers acceptances						
5. Commercial paper						
6. Commonwealth of Ky bonds						
7. Local government bonds						
8. Mutual funds						
9. Repurchase agreements						
10. Ky League of Cities investment pool						
11. Other local government investment pools						
<b>12. Total Water Fund Cash &amp; Investments</b>	W61 2,295	W61 71,912	W01 0	0	W31 0	W31 0
<b>B. Sewer Funds</b>						
1. Cash, checking accounts and savings	107917	5925				
2. Certificates of deposit						
3. U S Government obligations						
4. Bankers acceptances						
5. Commercial paper						
6. Commonwealth of Ky bonds						
7. Local government bonds						
8. Mutual funds						
9. Repurchase agreements						
10. Ky League of Cities investment pool						
11. Other local government investment pools						
<b>12. Total Sewer Fund Cash &amp; Investments</b>	W61 107,917	W61 5,925	W01 0	0	W31 0	W31 0
<b>C. Funds (Specify)</b>						
1. Cash, checking accounts and savings						
2. Certificates of deposit						
3. U S Government obligations						
4. Bankers acceptances						
5. Commercial paper						
6. Commonwealth of Ky bonds						
7. Local government bonds						
8. Mutual funds						
9. Repurchase agreements						
10. Ky League of Cities investment pool						
11. Other local government investment pools						
<b>12. Total Fund Cash &amp; Investments</b>	W61 0	W61 0	W01 0	0	W31 0	W31 0