

Rubin & Hays

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CHARLES S. MUSSON
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August 30, 2012

RECEIVED
SEP 4 2012
PUBLIC SERVICE
COMMISSION

Mr. Jeff Derouen
Executive Director
Kentucky Public Service Commission
P.O. Box 615
Frankfort, Kentucky 40602

Re: Hyden-Leslie County Water District **PSC Case No. 2012-00316**

Dear Mr. Derouen:

In accordance with paragraphs No. 2 and 3 of the PSC Order dated August 7, 2012 relating to the above case, enclosed please find the final refunding schedules which include the actual gross and net present value savings and the final loan debt service, including the final principal amount and the interest rates. The Kentucky Rural Water Finance Corporation loan to the District was dated August 29, 2012.

Thank you for your assistance and if you need any additional information or documentation, please let us know.

Sincerely,

Rubin & Hays

By 
W. Randall Jones

WRJ:jlm
Enclosures

Final

\$595,000

Hyden-Leslie County Water District
Kentucky Rural Water Finance Corporation
Public Projects Refunding Bonds, Series 2012 E

Sources & Uses

Dated 08/29/2012 | Delivered 08/29/2012

Sources Of Funds

Par Amount of Bonds	\$595,000.00
Reoffering Premium	13,695.95
Transfers from Prior Issue Debt Service Funds	8,825.00

Total Sources **\$617,520.95**

Uses Of Funds

Total Underwriter's Discount (1.677%)	9,975.49
Costs of Issuance	16,425.00
Deposit to Current Refunding Fund	586,156.09
Rounding Amount	4,963.37

Total Uses **\$617,519.95**

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Debt Service Comparison

Date	Total P+I	Expenses	Net New D/S	Old Net D/S	Savings
12/30/2012	-	-	-	14,475.00	14,475.00
12/30/2013	45,841.47	350.00	46,191.47	52,350.00	6,158.53
12/30/2014	46,517.50	350.00	46,867.50	53,100.00	6,232.50
12/30/2015	45,857.50	350.00	46,207.50	52,775.00	6,567.50
12/30/2016	50,197.50	350.00	50,547.50	52,400.00	1,852.50
12/30/2017	49,427.50	350.00	49,777.50	52,950.00	3,172.50
12/30/2018	48,657.50	350.00	49,007.50	52,425.00	3,417.50
12/30/2019	47,800.00	350.00	48,150.00	52,825.00	4,675.00
12/30/2020	46,680.00	350.00	47,030.00	52,150.00	5,120.00
12/30/2021	45,560.00	350.00	45,910.00	52,400.00	6,490.00
12/30/2022	49,440.00	350.00	49,790.00	52,550.00	2,760.00
12/30/2023	48,160.00	350.00	48,510.00	52,600.00	4,090.00
12/30/2024	46,880.00	350.00	47,230.00	52,550.00	5,320.00
12/30/2025	45,600.00	350.00	45,950.00	52,400.00	6,450.00
12/30/2026	49,320.00	350.00	49,670.00	52,150.00	2,480.00
12/30/2027	47,880.00	350.00	48,230.00	52,775.00	4,545.00
12/30/2028	46,440.00	350.00	46,790.00	52,275.00	5,485.00
Total	\$760,258.97	\$5,600.00	\$765,858.97	\$855,150.00	\$89,291.03

PV Analysis Summary (Net to Net)

Net FV Cashflow Savings	89,291.03
Gross PV Debt Service Savings	77,546.49
Effects of changes in Expenses	(4,396.21)
Net PV Cashflow Savings @ 3.217%(Bond Yield)	73,150.28
Transfers from Prior Issue Debt Service Fund	(8,825.00)
Contingency or Rounding Amount	4,963.37
Net Future Value Benefit	\$85,429.40
Net Present Value Benefit	\$69,288.65
Net PV Benefit / \$579,000 Refunded Principal	11.937%
Net PV Benefit / \$595,000 Refunding Principal	11.616%

Refunding Bond Information

Refunding Dated Date	8/29/2012
Refunding Delivery Date	8/29/2012

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\$595,000

Hyden-Leslie County Water District
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 Public Projects Refunding Bonds, Series 2012 E

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I	Fiscal Total
08/29/2012	-	-	-	-	-
02/01/2013	-	-	7,252.72	7,252.72	-
08/01/2013	30,000.00	2.200%	8,588.75	38,588.75	-
12/30/2013	-	-	-	-	45,841.47
02/01/2014	-	-	8,258.75	8,258.75	-
08/01/2014	30,000.00	2.200%	8,258.75	38,258.75	-
12/30/2014	-	-	-	-	46,517.50
02/01/2015	-	-	7,928.75	7,928.75	-
08/01/2015	30,000.00	2.200%	7,928.75	37,928.75	-
12/30/2015	-	-	-	-	45,857.50
02/01/2016	-	-	7,598.75	7,598.75	-
08/01/2016	35,000.00	2.200%	7,598.75	42,598.75	-
12/30/2016	-	-	-	-	50,197.50
02/01/2017	-	-	7,213.75	7,213.75	-
08/01/2017	35,000.00	2.200%	7,213.75	42,213.75	-
12/30/2017	-	-	-	-	49,427.50
02/01/2018	-	-	6,828.75	6,828.75	-
08/01/2018	35,000.00	2.450%	6,828.75	41,828.75	-
12/30/2018	-	-	-	-	48,657.50
02/01/2019	-	-	6,400.00	6,400.00	-
08/01/2019	35,000.00	3.200%	6,400.00	41,400.00	-
12/30/2019	-	-	-	-	47,800.00
02/01/2020	-	-	5,840.00	5,840.00	-
08/01/2020	35,000.00	3.200%	5,840.00	40,840.00	-
12/30/2020	-	-	-	-	46,680.00
02/01/2021	-	-	5,280.00	5,280.00	-
08/01/2021	35,000.00	3.200%	5,280.00	40,280.00	-
12/30/2021	-	-	-	-	45,560.00
02/01/2022	-	-	4,720.00	4,720.00	-
08/01/2022	40,000.00	3.200%	4,720.00	44,720.00	-
12/30/2022	-	-	-	-	49,440.00
02/01/2023	-	-	4,080.00	4,080.00	-
08/01/2023	40,000.00	3.200%	4,080.00	44,080.00	-
12/30/2023	-	-	-	-	48,160.00
02/01/2024	-	-	3,440.00	3,440.00	-
08/01/2024	40,000.00	3.200%	3,440.00	43,440.00	-
12/30/2024	-	-	-	-	46,880.00
02/01/2025	-	-	2,800.00	2,800.00	-
08/01/2025	40,000.00	3.200%	2,800.00	42,800.00	-
12/30/2025	-	-	-	-	45,600.00
02/01/2026	-	-	2,160.00	2,160.00	-
08/01/2026	45,000.00	3.200%	2,160.00	47,160.00	-
12/30/2026	-	-	-	-	49,320.00
02/01/2027	-	-	1,440.00	1,440.00	-
08/01/2027	45,000.00	3.200%	1,440.00	46,440.00	-
12/30/2027	-	-	-	-	47,880.00
02/01/2028	-	-	720.00	720.00	-
08/01/2028	45,000.00	3.200%	720.00	45,720.00	-
12/30/2028	-	-	-	-	46,440.00
Total	\$595,000.00	-	\$165,258.97	\$760,258.97	-

Yield Statistics

Bond Year Dollars	\$5,363.72
Average Life	9.015 Years
Average Coupon	3.0810501%
Net Interest Cost (NIC)	3.0133721%
True Interest Cost (TIC)	2.9885788%
Bond Yield for Arbitrage Purposes	3.2168739%
All Inclusive Cost (AIC)	3.4543757%

IRS Form 8038

Net Interest Cost	2.7803448%
Weighted Average Maturity	8.962 Years

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