



Steven L. Beshear  
Governor

Robert D. Vance, Secretary  
Environmental and Public  
Protection Cabinet

Larry R. Bond  
Commissioner  
Department of Public Protection

Commonwealth of Kentucky  
**Public Service Commission**  
211 Sower Blvd.  
P.O. Box 615  
Frankfort, Kentucky 40602-0615  
Telephone: (502) 564-3940  
Fax: (502) 564-3460  
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David L. Armstrong  
Chairman

John W. Clay  
Commissioner

June 9, 2008

Honorable W. Randall Jones  
Rubin & Hays  
Kentucky Home Trust Building  
403 South Third Street  
Louisville, KY 40202

Mr. Charles K. Hanks  
Manager  
East Logan Water District, Inc.  
309 E. Main St., Parkview Bus. Plaza  
P.O. Box 715  
Auburn, KY 42206

RE: Case No. 2008-00201  
East Logan Water District

The Commission staff has reviewed your application in the above case and finds that it meets the minimum filing requirements. Enclosed please find a stamped filed copy of the first page of your filing. This case has been docketed and will be processed as expeditiously as possible.

If you need further assistance, please contact George W. Wakim at 502-564-3940 Ext. 409.

Sincerely,

A handwritten signature in cursive script that reads "David R. McDowell".

David R. McDowell  
Divisions of Filings

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

RECEIVED

JUN 3 2008

PUBLIC SERVICE  
COMMISSION

In the Matter of:

THE APPLICATION OF EAST )  
LOGAN WATER DISTRICT )  
FOR A CERTIFICATE OF PUBLIC )  
CONVENIENCE AND NECESSITY TO )  
CONSTRUCT, FINANCE AND INCREASE )  
RATES PURSUANT TO KRS 278.023. )

Case No. 2008 -

201

FILED

JUN 03 2008

PUBLIC SERVICE  
COMMISSION

APPLICATION

This Application of the East Logan Water District ("Applicant") of Logan County, Kentucky, respectfully shows:

1. That Applicant is a water district of Logan County, Kentucky, created and existing under and by virtue of Chapter 74 of the Kentucky Revised Statutes.

2. That the post office address of Applicant is:

East Logan Water District  
c/o Mr. Bill Stokes, Chairman  
P.O. Box 715  
Auburn, Kentucky 42206

3. That Applicant, pursuant to the provisions of KRS 278.020 and 278.023, seeks (i) a Certificate of Public Convenience and Necessity, permitting Applicant to construct a waterworks construction project, consisting of extensions, additions, and improvements (the "Project") to the existing waterworks system of Applicant; (ii) an Order approving increased rates; and (iii) approval of the proposed plan of financing said Project.

4. That the Phase 2 project consists of the construction and installation of (i) an upgrade to the telemetry system, (ii) a new booster pumping station, (iii) new master meter stations, (iv) approximately 24 miles of water distribution line and appurtenances, (v) conversion of existing water meters to radio read meters, and (vi) addition of new GIS system hardware and software.

5. That Applicant proposes to finance the construction of the Project through (i) the issuance of \$1,700,000 of its Waterworks Revenue Bonds, (ii) a USDA, Rural Development ("RD") Grant in the amount of \$700,000; (iii) a Kentucky State grant in the amount of \$200,000; (iv) a contribution from the Logan/Todd Regional Water Commission in the amount of \$100,000; and (v) an Applicant contribution in the amount of \$345,000. Applicant has a commitment from RD to