

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF THE EAST CASEY COUNTY)	
WATER DISTRICT, A WATER DISTRICT ORGANIZED)	
PURSUANT TO CHAPTER 74 OF THE KENTUCKY)	
REVISED STATUTES, IN CASEY COUNTY, KENTUCKY,)	
FOR (1) A CERTIFICATE OF PUBLIC CONVENIENCE)	CASE NO.
AND NECESSITY, AUTHORIZING AND PERMITTING)	92-254
SAID WATER DISTRICT TO CONSTRUCT WATERWORKS)	
DISTRIBUTION SYSTEM IMPROVEMENTS, CONSISTING)	
OF AN ELEVATED STORAGE TANK AND WATER)	
DISTRIBUTION LINES AND (2) APPROVAL OF THE)	
PROPOSED PLAN OF FINANCING OF SAID PROJECT)	

O R D E R

On June 18, 1992, East Casey County Water District ("East Casey") filed an application for a Certificate of Public Convenience and Necessity to construct a \$500,000 waterworks improvement project and for approval of its plan of financing for this project. This project will provide service to 100 additional customers. Project funding includes a \$350,000 grant from the Appalachian Regional Commission, a \$70,000 loan from the Farmers Home Administration ("FmHA"), contingency funds left from Case No. 90-162,¹ and \$80,000 from the Galilean Home.

¹ Case No. 90-162, The Application of the East Casey County Water District, a Water District Organized Pursuant to Chapter 74 of the Kentucky Revised Statutes, in Casey County, Kentucky, for (1) a Certificate of Public Convenience and Necessity, Authorizing and Permitting Said Water District to Construct Water Distribution System Improvements, Consisting of a 200,000 Gallon Ground Tank, a 150,000 Gallon Standpipe, Two Pump Stations and Water Transmission Lines; (2) Approval of the Proposed Plan of Financing of Said Project.

East Casey's application was made pursuant to KRS 278.023 which requires the Commission to accept agreements between water districts and FmHA and to issue the necessary orders to implement the terms of such agreements within 30 days of satisfactory completion of the minimum filing requirements. Given that minimum filing requirements were met in this case on July 2, 1992, KRS 278.023 does not grant the Commission any discretionary authority to modify or reject any portion of this agreement.

IT IS THEREFORE ORDERED that:

1. East Casey is hereby granted a Certificate of Public Convenience and Necessity for the proposed construction project.

2. East Casey's proposed plan of financing with FmHA is accepted.

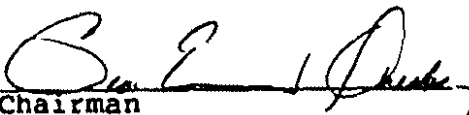
3. East Casey shall file a copy of the "as-built" drawings and a certified statement that the construction has been satisfactorily completed in accordance with the contract plans and specifications within 60 days of the substantial completion of the construction certificated herein.

4. East Casey shall monitor the adequacies of the expanded water distribution system after construction. If the level of service is inadequate or declining or the pressure to any customer falls outside the requirements of 807 KAR 5:066, Section 6(1), East Casey shall take immediate action to bring the system into compliance with Commission regulations.

Nothing contained herein shall be deemed a warranty of the Commonwealth of Kentucky, or any agency thereof, of the financing herein accepted.

Done at Frankfort, Kentucky, this 24th day of July, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director, Acting