

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF JACKSON COUNTY WATER)	
ASSOCIATION FOR A CERTIFICATE OF)	
PUBLIC CONVENIENCE AND NECESSITY, AND)	CASE NO. 93-120
FOR ORDERS APPROVING AN ADJUSTMENT IN)	
WATER RATES AND CONSTRUCTION FINANCING)	

O R D E R

On March 31, 1993, Jackson County Water Association ("Jackson") submitted an application with the Commission requesting a Certificate of Public Convenience and Necessity to construct significant improvements in its existing water distribution system. Jackson also requested that the Commission approve its plan of financing which consists of a loan to be made by the Kentucky Infrastructure Authority ("KIA") in the amount of \$1,795,395 and approve increased water rates. The application was considered filed on April 21, 1993 when all deficiencies were cured.

KRS 278.300 provides that the Commission shall have 60 days after filing to consider applications for authority to issue or assume securities or evidences of indebtedness unless it is necessary for good cause to continue the application for a longer time than 60 days. In this proceeding, required information concerning the details of the project to be financed by the KIA will not be made a part of the record prior to expiration of the 60-day period for review of the financing application. Since the KIA loan commitment is contingent upon regulatory approval for the

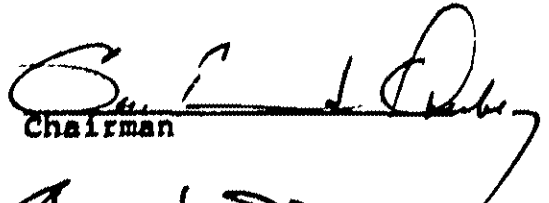
construction, it would be premature for the Commission to grant authority to incur the indebtedness when no ruling has been made on the construction project.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that good cause exists to continue the financing application beyond the 60-day period specified in KRS 278.300(2).

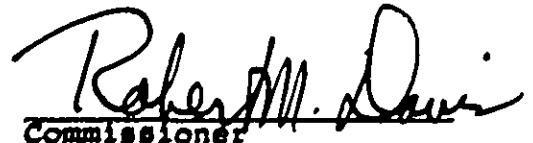
IT IS THEREFORE ORDERED that Jackson's application for authorization to incur additional indebtedness be and it hereby is continued beyond the 60-day period specified in KRS 278.300(2), pending a ruling on Jackson's request for a Certificate for Public Convenience and Necessity.

Done at Frankfort, Kentucky, this 18th day of June, 1993.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director