

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF HENDERSON COUNTY)	
WATER DISTRICT FOR (1) CERTIFICATE OF)	
PUBLIC CONVENIENCE AND NECESSITY AND)	CASE NO. 93-311
(2) AUTHORIZATION TO BORROW FUNDS AND)	
TO ISSUE ITS EVIDENCE OF INDEBTEDNESS)	
THEREFOR)	

O R D E R

By application filed September 23, 1993, Henderson County Water District ("Henderson Water") is seeking authorization to construct a \$110,210 addition and improvement project to its office and service buildings, and for approval of its plan of financing for this project. Project funding includes a loan in the amount of \$100,000 from the Citizens Bank of Henderson County ("Citizens Bank") and \$10,210 in Henderson Water funds.

The Commission, having reviewed the evidence of record and being otherwise sufficiently advised, finds that:

1. Public convenience and necessity require the construction proposed in the application be performed and that a Certificate of Public Convenience and Necessity be granted.

2. The proposed construction consists of additions, and general renovation to Henderson Water's office building, improvements to Henderson Water's service building, and parking and site improvements. These improvements are collectively known as Phase I and Phase II in Henderson Water's Master Plan.

3. Henderson Water should obtain approval from the Commission prior to performing any additional construction not expressly certificated by this Order.

4. Henderson Water should furnish duly verified documentation of the total costs of this project including the cost of construction and all other capitalized costs (engineering, legal, administrative, etc.), within 60 days of the date that construction is substantially completed. Said construction costs should be classified into appropriate plant accounts in accordance with the Uniform System of Accounts for Water Utilities prescribed by the Commission.

5. The financing plan proposed by Henderson Water is for lawful objects within the corporate purpose of its utility operations, is necessary and appropriate for and consistent with the proper performance of the utility's service to the public and will not impair its ability to perform that service, and is reasonably necessary and appropriate for such purpose. It should, therefore, be approved.

IT IS THEREFORE ORDERED that:


1. Henderson Water be and it hereby is granted a Certificate of Public Convenience and Necessity for the proposed construction project.

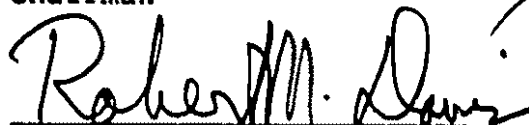
2. Henderson Water's financing plan consisting of a \$100,000 loan from the Citizens Bank and \$10,210 in Henderson Water funds is hereby approved. The financing herein approved shall be used only for the lawful purposes specified in Henderson Water's application.

3. Henderson Water shall comply with all matters set out in Findings 3 through 4 as if the same were individually so ordered.

Done at Frankfort, Kentucky, this 22nd day of November, 1993.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director