

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF EAST LOGAN WATER)	
DISTRICT OF LOGAN COUNTY, KENTUCKY,)	CASE NO.
FOR A CERTIFICATE OF PUBLIC CONVENIENCE)	95-373
AND NECESSITY TO CONSTRUCT, FINANCE AND)	
INCREASE RATES PURSUANT TO KRS 278.023)	

O R D E R

On August 28, 1995, East Logan Water District ("East Logan") filed an application for a Certificate of Public Convenience and Necessity to construct a \$1,300,000 waterworks improvement project, for approval of its plan of financing for this project, and for adjustments to its water service rates. This project will provide service to 145 additional customers. Project funding includes a \$669,000 bond issue to be purchased pursuant to an agreement with the U. S. Department of Agriculture's Rural Economic and Community Development ("RECD"), formerly known as Farmers Home Administration, a \$486,000 grant from RECD, \$80,600 in East Logan funds and \$64,400 from applicants for service in the proposed project area.

East Logan's application was made pursuant to KRS 278.023, which requires the Commission to accept agreements between water utilities and the U. S. Department of Agriculture 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 August 28, 1995, 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 Logan is hereby granted a Certificate of Public Convenience and Necessity for the proposed construction project.

2. East Logan's proposed plan of financing with RECD is accepted.

3. East Logan is authorized to issue bonds not to exceed \$669,000 to be held or insured by RECD.

4. East Logan 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.

5. The rates set out in Appendix A, which is attached hereto and incorporated herein, are the rates approved for service rendered on and after the date of this Order.

6. East Logan shall submit its revised tariff setting out the rates in Appendix A within 30 days of the date of this Order.

7. East Logan 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 5(1), East Logan shall take immediate action to bring the system into compliance with Commission regulations.

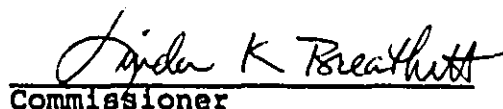
Nothing contained herein shall be deemed a warranty of the Commonwealth of Kentucky, or any agency thereof, of the financing herein accepted.

Done at Frankfort, Kentucky, this 25th day of September, 1995.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 95-373 DATED September 25, 1995.

The following rates and charges are prescribed for the customers in the area served by East Logan Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

MONTHLY RATES:

5/8 x 3/4 Inch Meter

First	2,000 gallons	\$ 15.68 Minimum Bill
Next	2,000 gallons	7.34 per 1,000 gallons
Next	2,000 gallons	6.95 per 1,000 gallons
Next	4,000 gallons	5.84 per 1,000 gallons
All Over	10,000 gallons	3.66 per 1,000 gallons

1 Inch Meter

First	4,000 gallons	\$ 30.35 Minimum Bill
Next	2,000 gallons	6.95 per 1,000 gallons
Next	4,000 gallons	5.84 per 1,000 gallons
All Over	10,000 gallons	3.66 per 1,000 gallons

1-1/2 Inch Meter

First	6,000 gallons	\$ 44.25 Minimum Bill
Next	4,000 gallons	5.84 per 1,000 gallons
All Over	10,000 gallons	3.66 per 1,000 gallons

2 Inch Meter

First	10,000 gallons	\$ 67.60 Minimum Bill
All Over	10,000 gallons	3.66 per 1,000 gallons

Special charges:

Tap Fee

3/4" x 5/8" Meter	\$ 400.00
1 " Meter	500.00
1-1/2" Meter	900.00 plus cost of road bore
2" Meter	1000.00 plus cost of road bore

	<u>Regular Hours</u>	<u>After Hours</u>
Reconnect/Disconnect	\$25.00	\$45.00
Inspection	25.00	
Meter Re-Read	25.00	
(charged when meter reading is found to be accurate)		
Meter Test at Customer Request	35.00	
Returned Check	20.00	