

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF THE MUHLENBERG)	
COUNTY WATER DISTRICT TO ISSUE)	CASE NO.
SECURITIES IN THE APPROXIMATE PRINCIPAL)	95-440
AMOUNT OF \$2,360,000.00 FOR THE PURPOSE)	
OF REFUNDING CERTAIN OUTSTANDING REVENUE)	
BONDS OF THE DISTRICT PURSUANT TO THE)	
PROVISIONS OF KRS 278.300 AND 807 KAR 5:001)	

O R D E R

Muhlenberg County Water District ("Muhlenberg County") has applied for authority to issue certain securities in the approximate principal sum of \$2,360,000 for the purpose of refunding certain outstanding water system revenue bonds. Muhlenberg County estimates this refunding will result in total gross savings of approximately \$1,366,852 which represents a net present value savings of \$285,757.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that Muhlenberg County's proposal to issue \$2,360,000 of Series 1995 Bonds is for a lawful object within Muhlenberg County's corporate purposes, is necessary, appropriate for and consistent with the proper performance of its service to the public, will not impair Muhlenberg County's ability to perform that service, and is reasonably necessary and appropriate for such purpose.

IT IS THEREFORE ORDERED that:

1. Muhlenberg County is authorized to issue \$2,360,000 of Series 1995 Bonds, at an interest rate between 4.15 percent and 6.35 percent per annum.

2. Muhlenberg County shall issue its proposed Series 1995 Bonds only on such terms that will result in a positive net present value savings and which are consistent with its application.

3. Muhlenberg County shall, within 30 days after issuance of the securities, advise the Commission in writing of the date or dates of issuance of the securities, the price paid, the interest rate, the purchasers, and all fees and expenses, including underwriting discounts, commissions, and any other compensation involved in the securities' issuance and distribution.


4. The proceeds from the transactions authorized herein shall be used only for the lawful purposes specified in Muhlenberg County's application.

Nothing contained herein shall be construed as a finding of value for any purpose or as a warranty on the part of the Commonwealth of Kentucky or any agency thereof as to the securities authorized herein.

Done at Frankfort, Kentucky, this 2nd day of November, 1995.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director