

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF THE WOOD CREEK	)	
WATER DISTRICT TO ISSUE SECURITIES IN	)	
THE APPROXIMATE PRINCIPAL AMOUNT OF	)	
\$665,000 FOR THE PURPOSE OF REFUNDING	)	CASE NO. 98-477
CERTAIN OUTSTANDING REVENUE BONDS OF	)	
THE DISTRICT PURSUANT TO THE PROVISIONS	)	
OF KRS 278.300 AND 807 KAR 5:001	)	

ORDER

On August 27, 1998, the Wood Creek Water District ("Wood Creek") submitted its application for authority to issue certain securities, as required by KRS 278.300, in the approximate principal amount of \$665,000 subject to adjustment of up to 10 percent, or a maximum of \$731,500, for the purpose of refunding certain outstanding waterworks revenue bonds which have an outstanding principal balance of \$564,000. The bond proceeds will be used to refinance Wood Creek's Waterworks Revenue Bonds Series of 1986 ("1986 Series"). Wood Creek estimates the refunding will result in total gross savings of approximately \$341,701, which represents a net present value savings of \$116,693. The Series 1998 Bonds mature in various annual amounts from 1999 through 2022 and bear interest at rates varying from 3.95 to 5.40 percent per annum. Wood Creek stated the issuance of the securities will not impair its ability to perform its services and is reasonably necessary and appropriate for the stated purpose.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that Wood Creek's proposal to issue these bonds for purposes of refinancing its outstanding bonds is for a lawful object within Wood Creek's corporate purpose, is necessary, appropriate for and consistent with the proper performance of its service to the public, and should therefore be approved.


IT IS THEREFORE ORDERED that:

1. Wood Creek is authorized to issue bonds for an approximate principal amount not to exceed \$731,500, at an interest rate between 3.95 percent and 5.4 percent per annum.
2. Wood Creek shall issue its proposed Series 1998 Bonds only on such terms that will result in a positive net present value savings and which are consistent with its application.
3. Wood Creek shall, within 30 days after issuance of the securities, advise the Commission in writing of the date or dates of the securities, the price paid, the interest rate, the purchasers, and all fees and expenses, including underwriting discounts or commissions, or other compensation involved in the issuance and distribution.
4. The proceeds from the transactions authorized herein shall be used only for the lawful purposes specified in Wood Creek's application.

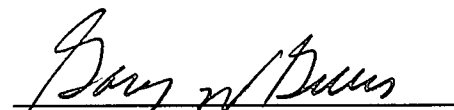
Nothing contained herein shall be construed as a finding of value for any purpose or as a warranty on the part of the Commonwealth of Kentucky or any agency thereof as to the securities authorized herein.

Done at Frankfort, Kentucky, this 29th day of September, 1998.

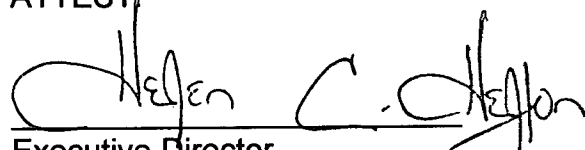
PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

  
Executive Director