COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF GRAVES COUNTY WATER)
DISTRICT FOR APPROVAL OF CONSTRUCTION)
AND ISSUANCE OF A CERTIFICATE OF) CASE NO. 2011-00233
CONVENIENCE AND NECESSITY FOR THE)
PURCHASE AND INSTALLATION OF)
AUTOMATED METER READING EQUIPMENT)
APPLICATION OF GRAVES COUNTY WATER)
DISTRICT FOR AUTHORITY TO ENTER INTO A) CASE NO. 2011-00390
LOAN AGREEMENT WITH THE KENTUCKY)
INFRASTRUCTURE AUTHORITY)

ORDER

On September 28, 2011, Graves County Water District ("Graves District") tendered its application for authority to borrow an amount not to exceed \$1,000,000 from the Kentucky Infrastructure Authority ("KIA"). This application was docketed as Case No. 2011-00390. Graves District proposes to use the proceeds of the proposed loan to fund the purchase and installation of replacement water meters for its entire water distribution system.

In its application, Graves County Water District ("Graves District") requests a deviation from 807 KAR 5:001, Section 11(2)(a), which requires the filing of a financial exhibit covering "operations for a twelve (12) month period . . . ending not more than ninety (90) days prior to the date the application is filed." Graves District has provided its financial statements for calendar year 2010 and represents that no material change in

nature in its financial condition or operation has occurred since the publication of these statements.

We note that the issues presented in the current case are similar to and intricately connected with those presented in Case No. 2011-00233. In that proceeding, Graves District has applied for a Certificate of Public Convenience and Necessity for the purchase and installation of replacement water meters for its water distribution system. As both cases involve common questions of law and fact and their consolidation will result in greater administrative efficiency and economy, the Commission finds that Case No. 2011-00390 should be consolidated with Case No. 2011-00233.

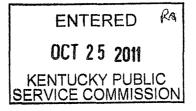
IT IS THEREFORE ORDERED that:

1. Graves District is permitted to deviate from 807 KAR 5:001, Section 11(2)(a).

2. Graves District's application is accepted for filing as of September 28, 2011.

3. Case No. 2011-00390 is consolidated with Case No. 2011-00233. All future pleadings and documents shall be filed in the record of Case No. 2011-00233.

By the Commission



ATTEST **D**/mector Exe

Case No. 2011-00233 Case No. 2011-00390 Johnny Dowdy Chairman Graves County Water District (Water Division) P. O. Box 329 Mayfield, KY 42066

Sam B Neely, Jr. P.O. Box 708 Mayfield, KENTUCKY 42066