Ernie Fletcher Governor

LaJuana S. Wilcher, Secretary Environmental and Public Protection Cabinet

Christopher L. Lilly Commissioner Department of Public Protection

Ronald J. Barrow Assistant General Manager Northern Kentucky Water District 100 Aqua Drive P.O. Box 220 Cold Spring, KY 41076



Commonwealth of Kentucky
Public Service Commission

211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

August 2, 2005

Mark David Goss Chairman

> Gregory Coker Commissioner

RE: Case No. 2005-00148

We enclose one attested copy of the Commission's Order in the above case.

Sincerely,

Beth O'Donnell

Executive Director



Ronald J. Barrow Assistant General Manager Northern Kentucky Water District 100 Aqua Drive P.O. Box 220 Cold Spring, KY 41076 Honorable John N. Hughes Attorney at Law 124 West Todd Street Frankfort, KY 40601

COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF NORTHERN KENTUCKY)
WATER DISTRICT FOR (A) AN ADJUSTMENT)
OF RATES; (B) A CERTIFICATE OF PUBLIC) CASE NO.
CONVENIENCE AND NECESSITY FOR) 2005-00148
IMPROVEMENTS TO WATER FACILITIES; AND)
(C) ISSUANCE OF BONDS)

ORDER

On May 27, 2005, Northern Kentucky Water District ("Northern District") applied to the Commission for an adjustment of rates, a Certificate of Public Convenience and Necessity to construct certain improvements to its water facilities if necessary, and authority to issue revenue bonds. Because of deficiencies in its initial filing, Northern District's application was not accepted for filing until July 1, 2005.

KRS 278.300(2) provides that the Commission shall have 60 days after filing to consider applications for authority to issue or assume securities or evidences of indebtedness unless it is necessary for good cause to continue the application. As Northern District's application also includes an adjustment of rates and as the Commission does not expect to complete its investigation of the proposed rate adjustment within 60 days, the Commission finds that good cause exists to continue the financing application beyond the 60-day period specified in KRS 278.300(2).

IT IS THEREFORE ORDERED that Northern District's application for authority to incur additional indebtedness is continued beyond the 60-day period specified in KRS 278.300(2).

Done at Frankfort, Kentucky, this 2nd day of August, 2005.

By the Commission

ATTEST:

Lobert G. Smat father Executive Director

Case No. 2005-00148