



Ernie Fletcher  
Governor

LaJuana S. Wilcher, Secretary  
Environmental and Public  
Protection Cabinet

Christopher L. Lilly  
Commissioner  
Department of Public Protection

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

Mark David Goss  
Chairman

Teresa J. Hill  
Vice Chairman

Gregory Coker  
Commissioner

August 16, 2005

Mr. Dennis Crawford  
Chairman  
Carroll County Water District #1  
205 Main Cross  
P. O. Box 350  
Ghent, KY 41045

RE: Case No. 2005-00324  
Carroll County Water District #1

The Commission staff has reviewed your application in the above case and finds that it meets the minimum filing requirements. Enclosed please find a stamped filed copy of the first page of your filing. This case has been docketed and will be processed as expeditiously as possible.

If you need further assistance, please contact James Rice at 502/564-3940.

Sincerely,

A handwritten signature in cursive script that reads "Mike F. Burford".

Mike Burford  
Director Division of Filings

MB/bt  
Enclosure



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Honorable W. Randall Jones  
Attorney at Law  
Rubin & Hays  
Kentucky Home Trust Building  
450 South Third Street  
Louisville, KY 40202

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Mike Burford  
Director Division of Filings

MB/bt  
Enclosure

**FILED**

**AUG 4 2005**

**PUBLIC SERVICE  
COMMISSION**

**COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION**

**RECEIVED**

**AUG - 4 2005**

**PUBLIC SERVICE  
COMMISSION**

In the Matter of:

**THE APPLICATION OF CARROLL COUNTY  
WATER DISTRICT NO. 1 FOR A CERTIFICATE  
OF PUBLIC CONVENIENCE AND NECESSITY TO  
CONSTRUCT, FINANCE AND INCREASE RATES  
PURSUANT TO KRS 278.023.**

)  
)  
) **Case No. 2005-00324**  
)  
)

**APPLICATION**

This Application of the Carroll County Water District No. 1 ("Applicant") of Carroll, Gallatin and Owen Counties, Kentucky, respectfully shows:

1. That Applicant is a water district of Carroll, Gallatin and Owen Counties, Kentucky, created and existing under and by virtue of Chapter 74 of the Kentucky Revised Statutes.

2. That the post office address of Applicant is:

Carroll County Water District No. 1  
c/o Mr. Jim Smith, Manager  
P.O. Box 350  
Ghent, Kentucky 41045

3. That Applicant, pursuant to the provisions of KRS 278.020 and 278.023, seeks (i) a Certificate of Public Convenience and Necessity, permitting Applicant to construct a waterworks construction project, consisting of extensions, additions, and improvements (the "Project") to the existing waterworks system of Applicant; (ii) an Order approving increased rates; and (iii) approval of the proposed plan of financing said Project.

4. That the project consists of the construction and installation of approximately 49,000 linear feet of 6 inch water mains and appurtenances; a 200,000 gallon elevated water storage tank; and a booster pump station.

5. That Applicant proposes to finance the construction of the Project through (i) the issuance of \$911,000 of its Waterworks Revenue Bonds, consisting of \$592,000 of Series A Bonds and \$319,000 of Series B Bonds; (ii) a Rural Development ("RD") grant in the amount of \$484,000; (iii) Applicant connection fees in the amount of \$32,550 and (iv) an Applicant contribution in the amount of \$12,450. Applicant has a commitment from RD to purchase said \$911,000 of bonds maturing over a 40-year period, at an interest rate of not exceeding 4.375% per annum as to the Series A Bonds and 4.125% as to the Series B Bonds, as set out in the RD Letter of Conditions, as amended, filed herewith as an Exhibit.