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OCT 21 2010

**PUBLIC SERVICE
COMMISSION**

To:

FROM: Damon R. Talley, P.S.C.

Message:

Damon R. Talley, P.S.C.

112 N. Lincoln Blvd.
PO Box 150
Hodgenville, KY 42748
270-358-3187
FAX 270-358-9560
drtalley@windstream.net

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OCT 21 2010

**PUBLIC SERVICE
COMMISSION**

To: PSC Filings Division **From:** Damon R. Talley

Fax: (502) 564-3460 **Pages:** 7

Phone: **Date:** 10-21-10

Re: PSC Case No. 2010-354 **cc:**

Please file the attached cover letter and Notice of Compliance and Publication in the case file.

The original and ten (10) copies of these documents will be mailed today.

DAMON R. TALLEY, P.S.C.

112 N. LINCOLN BLVD.
P.O. BOX 150
HODGENVILLE, KENTUCKY 42748

TEL. (270) 358-3187
FAX (270) 358-8560

DAMON R. TALLEY

ATTORNEY AT LAW

October 21, 2010

Mr. Jeff Derouen
Executive Director
Public Service Commission
PO Box 615
Frankfort, KY 40602

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OCT 21 2010

**PUBLIC SERVICE
COMMISSION**

RE: Case No. 2010-00354
Green River Valley Water District

Dear Mr. Derouen:

Enclosed are the original and ten (10) copies of the Notice of Compliance and Publication to be filed on behalf of the Green River Valley Water District.

Yours truly,

DAMON R. TALLEY, P.S.C.


DAMON R. TALLEY, ATTORNEY FOR
GREEN RIVER VALLEY WATER DISTRICT

DRT:ms

Enclosures

cc: David Paige, General Manager, GRVWD

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF GREEN RIVER)
 VALLEY WATER DISTRICT, HART AND)
 BARREN COUNTIES, KENTUCKY, (1))
 SEEKING APPROVAL OF REVISED WATER) CASE NO.
 SERVICE RATES AND CHARGES; AND (2)) 2010- 00354
 SEEKING APPROVAL OF THE ISSUANCE OF)
 CERTAIN SECURITIES, PURSUANT TO THE)
 PROVISIONS OF KRS 278.023 AND 807 KAR)
 5:069.

** *** ***** **

NOTICE OF COMPLIANCE AND PUBLICATION

** *** ***** **

In compliance with the Commission’s Order dated October 15, 2010 and 807 KAR 5:069, Section 2, the Applicant, **GREEN RIVER VALLEY WATER DISTRICT**, (the “District”), by Counsel, states as follows:

1. The District has revised its Customer Notice and caused it to be published in newspapers of general circulation in the District’s local service area. The revised Customer Notice is attached hereto and incorporated herein by reference as **REVISED EXHIBIT 4**.

2. **REVISED EXHIBIT 4** contains the current and proposed rates and a brief description of the construction project as required by 807 KAR 5:069, Section 2.

3. The District has caused the revised Customer Notice (**REVISED EXHIBIT 4**) to be published in The Hart County News-Herald, Horse Cave, Hart County, Kentucky; The Glasgow Daily Times, Glasgow, Barren County, Kentucky; The Herald-News, Edmonton, Metcalfe County, Kentucky; The Greensburg Record-Herald, Greensburg, Green County, Kentucky; and The LaRue County Herald News, Hodgenville, LaRue County, Kentucky. Each of these newspapers is the newspaper of general circulation in its respective county of the District's service area. A copy of the newspaper clippings, an Affidavit of Publication or other proof of publication from each of the newspapers will be submitted to the PSC, if requested.

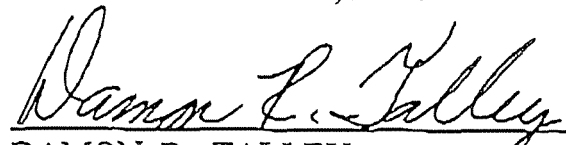
[The remainder of this page intentionally left blank.]

WHEREFORE, the Applicant, Green River Valley Water District, pursuant to KRS 278.023, respectfully requests the Public Service Commission of Kentucky to take the following actions:

- A. Issue a Certificate of Public Convenience and Necessity to construct the Clearwell Contract and Water Lines Contract portion of the Project as proposed and described in the Amended Application;
- B. Incorporate by reference the records in Cases No. 2009-00162 (the CPCN Case) and 2009-00455 (the Rate Case) into the record in this proceeding;
- C. Issue an Order approving the proposed plan of financing which consists of the issuance of \$3,200,000 Green River Valley Water District Waterworks Revenue Bonds, Taxable Series 2010 (Build America Bonds – Direct Payment to Issuer);
- D. Issue an Order approving the proposed schedule of water service rates and charges as set forth in the Letter of Conditions attached as **EXHIBIT 1** to the original Application in this case; and
- E. Grant the District any and all other proper relief.

This 21st day of October, 2010.

Respectfully submitted;
DAMON R. TALLEY, P.S.C.


DAMON R. TALLEY
ATTORNEY FOR GREEN RIVER
VALLEY WATER DISTRICT
drtalley@windstream.net

REVISED EXHIBIT 4

Page 1 of 2

NOTICE OF ADJUSTMENT OF WATER RATES**GREEN RIVER VALLEY WATER DISTRICT**

Notice is hereby given that, pursuant to an application filed with the Public Service Commission of Kentucky under KRS 278.023 (PSC Case No. 2010-00354) by the Green River Valley Water District (the "District"), the District proposes to adjust its monthly water service rates as follows:

Meter Size	Current Rates	Proposed Rates
5/8 X 3/4 Inch Connection		
First 2,000 gallons	\$ 14.34 (Minimum Bill)	\$ 17.21 (Minimum Bill)
Next 8,000 gallons	3.62 per 1,000 gallons	4.71 per 1,000 gallons
Next 10,000 gallons	3.02 per 1,000 gallons	3.93 per 1,000 gallons
Next 30,000 gallons	2.61 per 1,000 gallons	3.39 per 1,000 gallons
Next 50,000 gallons	2.35 per 1,000 gallons	3.06 per 1,000 gallons
Over 100,000 gallons	2.28 per 1,000 gallons	2.96 per 1,000 gallons
1 Inch Connection		
First 5,000 gallons	\$ 24.12 (Minimum Bill)	\$ 31.34 (Minimum Bill)
Next 5,000 gallons	3.62 per 1,000 gallons	4.71 per 1,000 gallons
Next 10,000 gallons	3.02 per 1,000 gallons	3.93 per 1,000 gallons
Next 30,000 gallons	2.61 per 1,000 gallons	3.39 per 1,000 gallons
Next 50,000 gallons	2.35 per 1,000 gallons	3.06 per 1,000 gallons
Over 100,000 gallons	2.28 per 1,000 gallons	2.96 per 1,000 gallons
1-1/2 Inch Connection		
First 10,000 gallons	\$ 42.88 (Minimum Bill)	\$ 54.89 (Minimum Bill)
Next 10,000 gallons	3.02 per 1,000 gallons	3.93 per 1,000 gallons
Next 30,000 gallons	2.61 per 1,000 gallons	3.39 per 1,000 gallons
Next 50,000 gallons	2.35 per 1,000 gallons	3.06 per 1,000 gallons
Over 100,000 gallons	2.28 per 1,000 gallons	2.96 per 1,000 gallons

REVISED EXHIBIT 4

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2 Inch**Connection**

First	16,000 gallons	\$ 64.32 (Minimum Bill)	\$ 78.47 (Minimum Bill)
Next	4,000 gallons	3.02 per 1,000 gallons	3.93 per 1,000 gallons
Next	30,000 gallons	2.61 per 1,000 gallons	3.39 per 1,000 gallons
Next	50,000 gallons	2.35 per 1,000 gallons	3.06 per 1,000 gallons
Over	100,000 gallons	2.28 per 1,000 gallons	2.96 per 1,000 gallons

WHOLESALE \$ 1.58 per 1,000 gallons \$ 2.14 per 1,000 gallons

The proposed rate adjustment is required by the U. S. Department of Agriculture, Rural Development ("RD") in connection with a loan by RD to the District in the amount of \$3,200,000.

The RD loan proceeds will be used in conjunction with various grants totaling \$2,556,000 and connection fees in the amount of \$1,084,869 to finance a water system improvement project which consists of the construction and installation of the following improvements: a 1,000,000 gallon ground-level water storage tank; approximately 75,640 linear feet of 16-inch diameter, 1,650 linear feet of 12-inch diameter and 800 linear feet of 8-inch diameter PVC pipe and related appurtenances; a 500,000 gallon concrete clearwell, backwash pump, high service pumps and related appurtenances; and approximately 75,000 linear feet of 4-inch and 3-inch diameter PVC pipe and related appurtenances.

**GREEN RIVER VALLEY WATER DISTRICT
PO BOX 399
85 EAST LES TURNER ROAD
CAVE CITY, KY 42127**