



Steven L. Beshear
Governor

Leonard K. Peters
Secretary
Energy and Environment Cabinet

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

David L. Armstrong
Chairman

James W. Gardner
Vice Chairman

Linda Breathitt
Commissioner

September 11, 2013

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

RE: Case No. 2013-00339
Estill County Water District #1

The Commission staff has reviewed Estill County Water District #1's application in the above case and finds that it met the minimum filing requirements on September 10, 2013 and has been accepted for filing.

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 my staff at 502-564-3940.

Sincerely,

A handwritten signature in cursive script that reads "Linda Faulkner".

Linda Faulkner
Filings Division Director

LF/ke

FILED
SEP 10 2013
PUBLIC SERVICE
COMMISSION

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

RECEIVED
SEP 10 2013
PUBLIC SERVICE
COMMISSION

In the Matter of:

THE APPLICATION OF THE ESTILL COUNTY)
WATER DISTRICT #1 FOR A CERTIFICATE OF)
PUBLIC CONVENIENCE AND NECESSITY) Case No. 2013 - 00339
TO CONSTRUCT, FINANCE AND INCREASE)
RATES PURSUANT TO KRS 278.023)

APPLICATION

This Application of the Estill County Water District #1 ("Applicant"), respectfully shows:

1. That Applicant is a water district created and existing under and by virtue of Chapter 74 of the Kentucky Revised Statutes.
2. That the post office address of Applicant is:

Estill County Water District #1
c/o Mr. Greg Wright, Chairman
76 Cedar Grove Road
Irvine, Kentucky 40336
3. That Applicant, pursuant to the provisions of KRS 278.023, seeks (I) a Certificate of Public Convenience and Necessity, permitting Applicant to construct a water system improvement project (the "Project"); (ii) an Order approving increased water rates; and (iii) approval of the proposed plan of financing said Project.
4. That the Project consists of the installation of 3, 4, 6 and 8 inch PVC waterline and appurtenances and two booster pumping stations.
5. That Applicant proposes to finance the construction of the Project through (i) the issuance of \$1,699,000 of its Waterworks Revenue Bonds; and (ii) a USDA, Rural Development ("RD") grant in the amount of \$661,000. Applicant has a commitment from RD to purchase said \$1,699,000 of bonds maturing over a 40-year period, at an interest rate of not exceeding 2.50% per annum, as set out in the RD Letter of Conditions, as amended, filed herewith as an Exhibit.
6. That Applicant does not contemplate having the Project constructed with any deviation from minimum construction standards of this Public Service Commission.