COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF BEECH GROVE WATER)	
SYSTEM, INC. TO INCUR INDEBTEDNESS OF)	CASE NO.
\$125,251.00 FOR THE PURCHASE OF)	2016-00255
METERING SYSTEM)	

ORDER

On July 12, 2016, Beech Grove Water System, Inc. ("Beech Grove") applied for an Order authorizing Beech Grove to incur indebtedness in the approximate principal amount of \$125,251 for the purpose of purchasing an automated metering system. The Application was required pursuant to KRS 278.300, and it was accepted for filing on July 25, 2016.

The Commission, thereafter, concluded that Beech Grove is also required, pursuant to KRS 278.020(1), to obtain a certificate of public convenience and necessity ("CPCN") in order to purchase and install the automated metering system.¹ Because Beech Grove's application ("Application") as initially filed did not request all of the necessary authorizations from the Commission, on August 3, 2016, we entered an Order that required Beech Grove to amend its Application through submitting the pleadings and information necessary to request a CPCN for purchasing and installing its proposed automated metering system.² We further ordered Beech Grove's request for

¹ Order (Ky. PSC Aug. 3, 2016) at 2.

² Id. at 3.

authorization to enter incur indebtedness be held in abeyance pending acceptance for filing of the pleadings and information necessary to amend the Application.³

With respect to Beech Grove's request for an Order authorizing it to incur indebtedness, we find that, pursuant to KRS 278.300(2), the Commission must rule on the Application within 60 days after it is filed with the Commission, in the instant case by September 23, 2016, unless it is necessary for good cause to continue the Application for a longer time than 60 days. Beech Grove's Application, as initially filed, did not request all the necessary authorizations from the Commission. We find that additional time beyond September 23, 2016, is required for the proper review of Beech Grove's Application, and the Commission finds that there is good cause to continue the review of Beech Grove's Application for approval of financing beyond September 23, 2016.

IT IS THEREFORE ORDERED that:

- Beech Grove's Application for approval of the loan to fund the purchase of an automated metering system is continued beyond the 60-day period specified in KRS 278.300(2).
- Beech Grove's Application shall continue to remain in abeyance until it submits the pleadings and information necessary to request a CPCN for purchasing and installing its proposed automated metering system.

³ Id.

By the Commission

ENTERED

SEP 0 1 2016

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

*Beech Grove Water System, Inc. 445 State Route 56 North Calhoun, KY 42327

*J. Christopher Hopgood Dorsey, Gray, Norment & Hopgood 318 Second Street Henderson, KENTUCKY 42420