Matthew G. Bevin

Charles G. Snavely Secretary Energy and Environment Cabinet



Commonwealth of Kentucky

Public Service Commission

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July 20, 2016

Michael J. Schmitt Chairman

> Robert Cicero Vice Chairman

Daniel E. Logsdon Jr. Commissioner

PARTIES OF RECORD

RE: Case No.

2016-00229

Fountain Run Water District #1 (Construct, Finance, Rates; 278.023)

The Commission Staff has reviewed the filing submitted July 20, 2016 and has determined that the application in the above case now meets the minimum filing requirements. Attached 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,

Linda Faulkner

Filings Division Director

FILED

JUL 20 2016

PUBLIC SERVICE COMMISSION

RECEIVED

COMMONWEALTH OF KENTUCKY

JUL 6 2016

BEFORE THE PUBLIC SERVICE COMMISSION

Public Service Commission

In the Matter of:

THE APPLICATION OF THE FOUNTAIN RUN

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. 2016-00229)

APPLICATION

This Application of the Fountain Run Water District No. 1 ("Applicant"), respectfully shows:

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

Fountain Run Water District No. 1 c/o Ms. Louise Veatch 226 Main Street Fountain Run, Kentucky 42133 Phone: (270) 434-4080 Fax: (270) 434-4081

email address: frwd1@scrtc.com

- That Applicant, pursuant to the provisions of KRS 278.023, seeks (i) a Certificate of Public Convenience and Necessity ("CPCN"), permitting Applicant to construct a sewer improvement project (the "Project"); (ii) an Order approving increased sewer rates; and (iii) approval of the proposed plan of financing said Project.
- That the Project consists of the upgrading and replacing of the existing pump stations and the installation of approximately 925 linear feet of small diameter gravity sewer lines.
- 5. That Applicant proposes to finance the construction of the Project through (i) the issuance of \$133,000 of its Waterworks and Sewer Revenue Bonds; (ii) a USDA, Rural Development ("RD") grant in the amount of \$74,000; and (iii) an Appalachian Regional Commission grant in the amount of \$218,000. Applicant has a commitment from RD to purchase

*Fountain Run Water District #1 226 Main Street P.O. Box 118 Fountain Run, KY 42133

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