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Commonwealth of Kentucky
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Talina R. Mathews
Commissioner

September 08, 2017

PARTIES OF RECORD

RE: Case No. **2017-00339**

North Shelby Water Company
(278.023: Construct, Finance, Rates)

The Commission Staff has reviewed the filing submitted September 07, 2017 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,

A handwritten signature in black ink that reads "John S. Lyons".

John S. Lyons
Acting Executive Director

JL/BB

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF NORTH SHELBY)
WATER COMPANY FOR A CERTIFICATE OF PUBLIC)
CONVENIENCE AND NECESSITY TO CONSTRUCT,) NO. 2017-_____
FINANCE AND INCREASE RATES PURSUANT TO)
THE PROVISIONS OF KRS 278.020 AND KRS 278.023)

APPLICATION

This Application of North Shelby Water Company (the "Applicant") respectfully shows:

1. The Applicant is a non-profit water association incorporated in Kentucky on June 4, 1968 under Chapter 273 of the Kentucky Revised Statutes. It is currently in good standing in Kentucky.

2. The mailing address of the Applicant is:

North Shelby Water Company
P.O. Box 97
Bagdad, Kentucky 40003

The electronic mail address of the Applicant is:

nswcus60@bellsouth.net

3. The Applicant, pursuant to the provisions of KRS 278.020 and KRS 278.023, seeks (i) a Certificate of Public Convenience and Necessity, permitting the Applicant to construct a water-works construction project consisting of improvements (the "Project") to the existing waterworks system of the Applicant; (ii) approval of the proposed plan of financing the project; and (iii) approval of an increase in Applicant's water rates.

4. The proposed Project includes the replacement of the Applicant's existing 100,000 gallon water storage tank in Bagdad by constructing and installing a new 750,000 elevated water storage tank in Bagdad.

5. The Applicant proposes to finance the construction of the Project through the issuance of a \$1,988,000 Promissory Note to USDA, Rural Development ("RD"). The Applicant has a commitment from RD to purchase said \$1,988,000 note maturing over a 40-year period, at an interest rate equal to the lower of the rate in effect at the time of loan approval or the rate in effect at the time of loan closing, as set out in the RD Letter of

*Donald T Prather
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Shelbyville, KENTUCKY 40065

*Paula McClain
500 Main Street, Suite 5
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*North Shelby Water Company
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Bagdad, KY 40003