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Mark K. Wickersham J. Judson Patterson David Wickersham

March 26, 2004

Public Service Commission Attn: Susan Hutcherson Filings Division 211 Sower Blvd. P.O. Box 615 Frankfort, KY 40602

Case 2004-00115

MAPSA

PUBLIC SERVICE COMMISSION

Re: Kirksville Water Association

Dear Mrs. Hutcherson:

Please find with this letter Kirksville Water Association's application for a certificate of public convenience and necessity along with 10 copies. The original application is on top. I have also included two sets of the plans and specifications of the proposed project. Please let me know if there are any deficiencies in the filing that need to be corrected. Thank you very much for your time and consideration.

Very truly yours,

Kad Patterson

JP/jp Enclosure

RECEIVED

COMMONWEALTH OF KENTUCKY

MAR 2 9 2004

PUBLIC SERVICE COMMISSION

BEFORE THE PUBLIC SERVICE COMMISSION OF KENTUCKY

CASE NO.: 2004-00115

THE APPLICATION OF KIRKSVILLE WATER ASSOCIATION REQUESTING: (1) A CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY AUTHORIZING CONSTRUCTION OF MAJOR ADDITIONS AND IMPROVEMENTS TO ITS WATER SYSTEM; (2) SEEKING APPROVAL OF FINANCING PURSUANT TO KRS 278.023.

APPLICATION

The Applicant, Kirksville Water Association ("Kirksville"), is located entirely in Madison County, Kentucky acting by and through its Board of Directors and respectfully tenders this Application pursuant to KRS 278.023 requesting that the Public Service Commission of Kentucky ("PSC") enter an Order as follows:

- (1) Issuance of a Certificate of Public Convenience and Necessity authorizing KIRKSVILLE to construct major additions to its water system for the purposes of expanding service to provide an adequate supply of water for domestic, agriculture and commercial use within the KIRKSVILLE service area.
- (2) Approving the adjustment of water service rates and charges to be levied and collected by KIRKSVILLE;
- (3) Approving various financing arrangements to fund the construction of major additions to KIRKSVILLE pursuant to KRS 278.023.

In support of this Application and in conformity with the rules of the PSC, KIRKSVILLE states as follows:

(1) The mailing address of the Applicant is:

KIRKSVILLE WATER ASSOCIATION P.O. Box 670 Richmond, Kentucky 40475 (859) 624-1735

- (2) The United States Department of Agriculture, Rural Development has approved the project and tendered their list of conditions to be met which is attached as EXHIBIT A.
 - (3) The letter of concurrence in bid award is attached as EXHIBIT B.
- (4) CMW Engineers have prepared the preliminary and final engineering reports and they are attached as EXHIBT C and EXHIBIT D respectively.
- (5) Mr. Billy May, President of KIRKSVILLE WATER ASSOCIATION, certifies that:
- (a) The proposed plans and specifications for the project have been designed to meet the minimum construction and operating requirements established in 807 KAR 5:066, Section 4(3) and (4), Section 5(1), Sections 6 and 7, Section 8(1) through (3), Section 9(1) and Section 10;
 - (b) All other state approvals or permits have been obtained;
- (c) The proposed rates shall produce the total revenue requirements set out in the engineering reports;
 - (d) The construction will begin on 4/1/04 and end on 7/30/04.Mr. May's certification is attached as EXHIBIT E.

(6) A change in water usage rates is required to finance the construction project. A copy of the notice published in the local newspaper of general circulation is attached as EXHIBIT F.

Respectfully submitted,

Jud Patterson

Counsel for Kirksville Water Association

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