

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF HARRISON)	
COUNTY WATER ASSOCIATION, INC. FOR A)	CASE NO.
REQUEST OF UNUSED LOAN AND GRANT)	2019-00184
MONIES FROM THE U.S.D.A.)	

ORDER

On July 16, 2019, Harrison County Water Association (Harrison County Water) submitted an application requesting approval to spend unused grant monies remaining from the financing approved in Case No. 2017-00330.¹ Harrison County Water responded to two rounds of discovery from Commission Staff. There are no intervenors in this proceeding. The case now stands submitted for a decision based on the evidentiary record.

Harrison County Water, a water association organized under KRS Chapter 273, provides retail water service to approximately 5,866 customers in Cynthiana, Kentucky.²

On September 20, 2017, the Commission entered an Order in Case No. 2017-00330 authorizing Harrison County Water to construct a waterworks improvement project and approval of financing of the proposed project. In that Order, the Commission directed Harrison County Water to obtain prior approval for any additional construction not

¹ Case No. 2017-00330, *Electronic Application of Harrison County Water Association, Inc. for a Certificate of Public Convenience and Necessity to Construct and Finance a Project Pursuant to KRS 278.023*. (Ky. PSC Sept. 20, 2017).

² *Annual Report of Harrison Association District, Water Utilities Report to the Kentucky Public Service Commission for the Year Ended December 31, 2018* at 49.

expressly authorized therein. The Commission further directed that no proceeds from the promissory note could be used to fund any facilities not identified in the application and authorized therein by the Commission.

Harrison County Water states that \$84,826.50 of surplus funds remain from the original grant with \$25,000.00 owed to Barry Tippey for demolition services associated with the originally approved project.³ Harrison County Water requests the use of the remaining surplus balance of \$59,826.50 to reimburse the water association for two work trucks and the partial reimbursement of the purchase of new billing software.⁴ Harrison County Water included a statement of approval from Rural Development for the uses proposed in its application.⁵ Harrison County Water states that the use of the monies will not result in a change in Harrison County Water's rates.⁶ The Commission finds that the proposed use of the remaining funds is reasonable.

IT IS THEREFORE ORDERED that:

1. Harrison County Water's request to use unused funds is granted.
2. Harrison County Water shall obtain approval from the Commission prior to using the unused monies for any purpose not expressly authorized by this Order.
3. Any documents filed in the future shall reference this case number and shall be retained in the post-case correspondence file.

³ Harrison County Water Association's Response to Staff's First Request for Information, paragraph 3.

⁴ Application, paragraph 5.

⁵ Harrison County Water Association's Response to Staff's Second Request for Information, paragraph 6.

⁶ Application, paragraph 4.

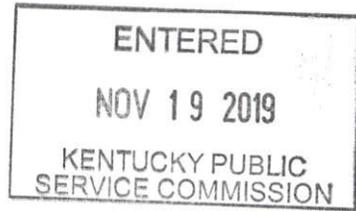
4. The Executive Director is delegated authority to grant reasonable extensions of time for filing of any documents required by this Order upon Harrison County Water's showing of good cause for such extension.

5. This case is closed and removed from the Commission's Docket.

Nothing contained herein shall be deemed a warranty of the Commonwealth of Kentucky, or any agency thereof, of the financing herein accepted.

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By the Commissioner



ATTEST:



Executive Director

*Janell Pitts
Jesse Melcher Law Office, PLLC
127 N. Main St.
P.O. Box 345
Mount Olivet, KENTUCKY 41064

*Jesse Melcher
Jesse Melcher Law Office, PLLC
127 N. Main St.
P.O. Box 345
Mount Olivet, KENTUCKY 41064

*Harrison County Water Association, Inc.
2167 US 27 South
Cynthiana, KY 41031