

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF WOOD CREEK WATER)	
DISTRICT OF LAUREL COUNTY, KENTUCKY,)	
FOR ORDER APPROVING CONSTRUCTION)	
FINANCING, CERTIFICATE OF PUBLIC)	CASE NO. 89-332
CONVENIENCE AND NECESSITY, AND)	
INCREASED RATES)	

O R D E R

On October 31, 1989, Wood Creek Water District ("Wood Creek") filed an application for a Certificate of Public Convenience and Necessity to construct a \$1,456,000 waterworks improvement project, for approval of its plan of financing for this project, and for adjustments to its water service rates. Project funding includes a \$1,456,000 loan from the Farmers Home Administration ("FmHA"). The loan will be for a 40-year period at an interest rate of 6.375 percent per annum.

Wood Creek's application was made pursuant to KRS 278.023, which requires the Commission to accept agreements between water districts and FmHA and to issue the necessary orders to implement the terms of such agreements within 30 days of satisfactory completion of the minimum filing requirements. The minimum filing requirements were met in this case on November 15, 1989. Pursuant to KRS 278.023, the Commission has no discretionary authority to modify or reject any portion of this application.

IT IS THEREFORE ORDERED that:

1. Wood Creek is hereby granted a Certificate of Public Convenience and Necessity for the proposed construction project.

2. Wood Creek's proposed plan of financing with FmHA is accepted.

3. Wood Creek shall file a copy of the "as-built" drawings and a certified statement that the construction has been satisfactorily completed in accordance with the contract plans and specifications within 60 days of the substantial completion of the construction certificated herein.

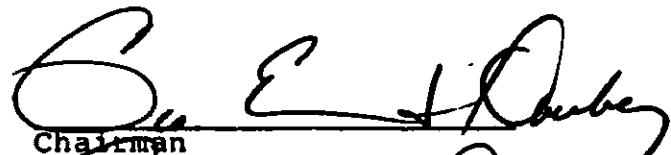
4. The rates set out in Appendix A, which is attached hereto and incorporated herein, are the rates approved for service rendered on and after the date of this Order.

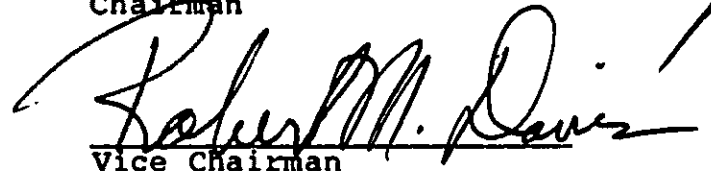
5. Wood Creek shall submit its revised tariff setting out the rates in Appendix A within 30 days of the date of this Order.

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

Done at Frankfort, Kentucky, this 22nd day of November, 1989.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

ATTEST:

Executive Director

Commissioner

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 89-332 DATED 11/22/89

The following rates and charges are prescribed for the customers in the area served by Wood Creek Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this order.

Monthly Rates

First 2,000 gallons	\$8.80 (Minimum Bill)
Next 1,500 gallons	2.80 per 1,000 gallons
Next 1,500 gallons	2.50 per 1,000 gallons
Next 2,500 gallons	2.10 per 1,000 gallons
Over 7,500 gallons	1.65 per 1,000 gallons
Wholesale Rate	\$1.15 per 1,000 gallons