

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

WEST SHELBY WATER DISTRICT)	
_____)	
ALLEGED VIOLATION OF KRS 278.020)	CASE NO. 89-342

ORDER TO SHOW CAUSE

On October 13, 1989, West Shelby Water District ("West Shelby") filed an application for a Certificate of Public Convenience and Necessity to construct a waterworks project ("Project") and for approval of Project financing from the Farmers Home Administration. The application states that construction of the three-part Project commenced as early as March 1, 1989 and indicates that construction of all parts of the Project was underway before West Shelby's application for Commission approval was filed.

The Commission finds a prima facie showing has been made that West Shelby began construction of the Project prior to Commission approval and in violation of KRS 278.020.

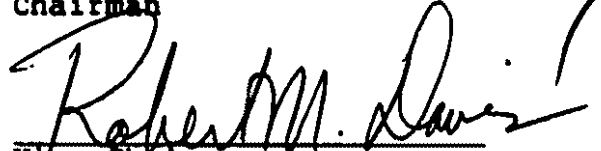
IT IS THEREFORE ORDERED that West Shelby shall appear at a hearing scheduled for December 19, 1989 at 10:00 a.m., Eastern Standard Time, in Hearing Room 1 at 730 Schenkel Lane, Frankfort, Kentucky, to present evidence on the alleged violation of KRS

278.020 and to be prepared to show cause why West Shelby should not be penalized under KRS 278.990 if such violation is found to have occurred.

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

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

Commissioner

ATTEST:

Executive Director