

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF CORINTH WATER)
DISTRICT FOR 1) CERTIFICATE OF)
CONVENIENCE AND NECESSITY AND 2)) CASE NO. 92-521
AUTHORIZATION TO BORROW FUNDS AND TO)
ISSUE ITS EVIDENCE OF INDEBTEDNESS)

O R D E R

On December 11, 1992, Corinth Water District ("Corinth") filed an application with the Commission requesting a Certificate of Public Convenience and Necessity to construct water line extensions. Corinth also requested the Commission approve its plan of financing which consists of a loan to be made by the Kentucky Association of Counties Leasing Trust ("COLT") in an amount not to exceed \$1,245,000.

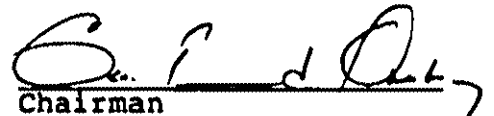
KRS 278.300 provides that the Commission shall have 60 days after filing to consider applications for authority to issue or assume securities or evidence of indebtedness unless it is necessary for good cause to continue the application for a longer time than 60 days. In this proceeding, required information concerning the details of the project to be financed by the COLT loan will not be made a part of the record prior to expiration of the 60-day period for review of the financing application. Since the COLT loan commitment is contingent upon regulatory approval for the construction, it would be premature for the Commission to grant authority to incur the indebtedness when no ruling has been made on the construction project.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that good cause exists to continue the financing application beyond the 60-day period specified in KRS 278.300(2).

IT IS THEREFORE ORDERED that Corinth's application for authorization to incur additional indebtedness be and it hereby is continued beyond the 60-day period specified in KRS 278.300(2).

Done at Frankfort, Kentucky, this 9th day of February, 1993.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director