

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF NORTHERN KENTUCKY)	
WATER DISTRICT FOR APPROVAL TO)	CASE NO.
REFINANCE REVENUE BONDS IN THE)	2001-198
APPROXIMATE AMOUNT OF \$38,425,000)	

O R D E R

On June 28, 2001, Northern Kentucky Water District ("Northern Kentucky") applied to the Commission for authority to issue certain securities. On September 10, 2001, Northern Kentucky filed a motion to hold this case in abeyance for 30 days. As grounds, Northern Kentucky states that this additional time will allow it to "determine the most advantageous manner to refinance these bonds." The Commission granted Northern Kentucky's request to hold the matter in abeyance in an Order dated September 21, 2001.

However, because Northern Kentucky is requesting the Commission approve the refinancing of bonds, KRS 278.300 applies to this case. KRS 278.300(2) requires the Commission to issue a final Order in this case within 60 days of its filing. That deadline will be reached while this case is being held in abeyance. Therefore, the Commission finds that good cause exists to continue this matter generally in accordance with KRS 278.300(2). The September 21, 2001 Order granting the abeyance remains in full effect. The purpose of this Order is to allow the Commission to consider this case while complying with Northern Kentucky's request.

Having considered this matter and being otherwise sufficiently advised, the Commission HEREBY ORDERS that:

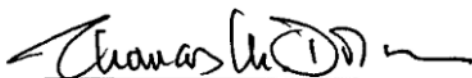
1. Northern Kentucky's application is continued generally in accordance with KRS 278.300(2).

2. The Commission's Order holding this matter in abeyance remains in effect.

Done at Frankfort, Kentucky, this 1st day of October, 2001.

By the Commission

ATTEST:

A handwritten signature in black ink, appearing to read "Thomas W. O'Dell", written over a horizontal line.

Executive Director