

**COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION**

In the Matter of:

**THE APPLICATION OF THE LAKE VILLAGE)
WATER ASSOCIATION, INC., OF BOYLE AND)
MERCER COUNTIES, KENTUCKY FOR A)
CERTIFICATE OF PUBLIC CONVENIENCE) Case No. 2023-00107
AND NECESSITY TO CONSTRUCT AND FINANCE)
A PROJECT, FUNDED BY USDA, RURAL DEVELOPMENT)
PURSUANT TO THE PROVISIONS OF KRS 278.023)
AND KRS 278.020)**

A P P L I C A T I O N

This Application of the Lake Village Water Association, Inc., (the “Applicant”) of Boyle and Mercer Counties, Kentucky, respectfully shows:

1. That the Applicant is a non-profit water association of Boyle and Mercer Counties, Kentucky, created and existing under and by virtue of Chapter 273 of the Kentucky Revised Statutes. Applicant’s Articles of Incorporation were filed with the Secretary of State of Kentucky on May 2, 1968, and remains in good standing in the Commonwealth of Kentucky.

2. That the contact information of the Applicant is:

Lake Village Water Association, Inc.
Mr. Mike D. Sanford, MPA
Executive Director
P.O. Box 303
Burgin, Kentucky 40310
Telephone: (859) 748-5642
Facsimile: (859) 748-9114
Email: mike@lakevillagewater.org

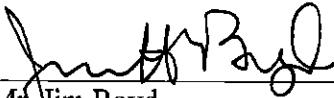
3. That the Applicant, pursuant to the provisions of KRS 278.020 and KRS 278.023, seeks (i) a Certificate of Public Convenience and Necessity, permitting the Applicant to construct a waterworks construction project, consisting of extensions, additions, and improvements (the “Project”) to the existing waterworks system of the Applicant; and (ii) approval of the proposed plan of financing of said project.

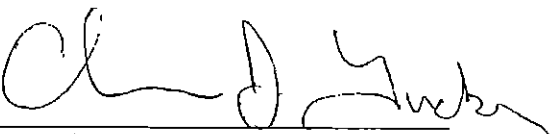
4. That the proposed construction project consists of the replacement of aged and inadequate infrastructure totaling 18,915 LF of 8” PVC pipe, 6,150 LF of 4” PVC pipe and 4,347 LF of 3” PVC.
5. That the Applicant proposes to finance the construction of the Project using a loan from USDA, Rural Development in the amount of \$2,089,290, to be amortized over a 40 year period, at an interest rate of 2.375%, along with other requirements set forth in the Letter of Conditions dated April 13, 2020. In addition to the financing from USDA, Rural Development, the project will be funded by two Kentucky Infrastructure Authority Cleaner Water Program grants in the amounts of \$202,475 and \$147,525 respectively.
6. That the Applicant requests that the Phase 1 and Phase 2 rates set forth in the Public Service Commission order for Case No. 2022-00068 remain in effect.
7. That the Applicant does not contemplate having the Project constructed with any deviation from minimum construction standards of this Public Service Commission.
8. That the Applicant files herewith the following Exhibits in support of this Application:
 - A. Rural Development Letter of Conditions (**Exhibit A**)
 - B. Letter of Concurrence in Contract Award (**Exhibit B**)
 - C. Copy of the Preliminary Engineering Report (**Exhibit C**)
 - D. Copy of the Final Engineering Report (**Exhibit D**)
 - E. Certified statement from Association President (**Exhibit E**)
 - F. KDOW Approval Letter (**Exhibit F**)
 - G. Project Plans & Specifications (**Exhibit G**)
9. That the foregoing constitutes the documents necessary to obtain the approval of the Commission in accordance with Sections 278.020 and 278.023 of the Kentucky Revised Statutes.

WHEREFORE, the Applicant, the Lake Village Water Association, Inc., asks that the Public Service Commission of the Commonwealth of Kentucky grant to the Applicant, the following:

- a. A Certificate of Public Convenience and Necessity permitting the Applicant to construct a waterworks project consisting of extensions, additions, and improvements to the existing water works system of the Applicant.
- b. An Order approving the financing arrangements made by the Applicant, viz., a loan from USDA, Rural Development in the amount of \$2,089,290, amortized over 40 years, at an interest rate of 2.375% and the use of Kentucky Infrastructure Authority Cleaner Water Program grant funds in the amounts \$202,475 and \$147,525 respectively.

Lake Village Water Association, Inc.

By: 
Mr. Jim Boyd
President

By: 
Mr. Christopher J. Tucker
Sheehan, Barnett, Dean, Pennington,
Dexter & Tucker, P.S.C.
114 South Fourth Street
Danville, Kentucky 40422
(859) 236-2641
Email: tucker@danvillekylaw.com