

Steven L. Beshear
Governor

Leonard K. Peters
Secretary
Energy and Environment Cabinet



Commonwealth of Kentucky
Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, Kentucky 40602-0615
Telephone: (502) 564-3940
Fax: (502) 564-3460
psc.ky.gov

David L. Armstrong
Chairman

James Gardner
Vice Chairman

John W. Clay
Commissioner

June 5, 2009


Honorable W. Randall Jones
Attorney at Law
Rubin & Hays
Kentucky Home Trust Building
450 South Third Street
Louisville, KY 40202

RE: Case No. 2009-00201
Fountain Run Water District #1

The Commission staff has reviewed your application in the above case and finds that it meets the minimum filing requirements. Enclosed please find a stamped filed copy of the first page of your filing. This case has been docketed and will be processed as expeditiously as possible.

If you need further assistance, please contact my staff at 502/564-3940.

Sincerely,


Ryan Gatewood, Director
Division of Filings

RG/ke
Enclosure

Rubin & Hays

ATTORNEYS AT LAW

Kentucky Home Trust Building, 450 South Third Street, Louisville, Kentucky 40202-4000
Telephone (502) 569-7525 Telefax (502) 569-7555 www.rubinhays.com

FILED

JUN 01 2009

CHARLES S. MUSSON
W. RANDALL JONES
CHRISTIAN L. JUCKETT

PUBLIC SERVICE
COMMISSION

May 27, 2009

RECEIVED

JUN 01 2009

PUBLIC SERVICE
COMMISSION

2009-00201

Mr. Jeff Derouen
Executive Director
Public Service Commission
P.O. Box 615
Frankfort, Kentucky 40602

Re: Fountain Run Water District No. 1 - USDA, Rural Development Project

Dear Mr. Derouen:

Enclosed please find the original and ten (10) copies of the Application of the Fountain Run Water District No. 1 for a Certificate of Public Convenience and Necessity to construct, finance and increase rates pursuant to KRS 278.023.

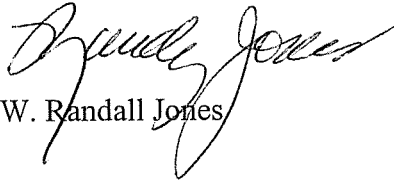
Also enclosed are eleven (11) copies of the exhibits required pursuant to 807 KAR 5.069, with the **exception of the Preliminary and Final Engineering Reports, of which two copies are enclosed.**

If you need any additional information or documentation, please let us know.

Sincerely,

Rubin & Hays

By


W. Randall Jones

WRJ:jkm
Enclosures
cc: Distribution List

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

RECEIVED

JUN 01 2009

PUBLIC SERVICE COMMISSION

FILED

JUN 01 2009

In the Matter of:

THE APPLICATION OF FOUNTAIN RUN WATER DISTRICT NO. 1 FOR A CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY TO CONSTRUCT, FINANCE AND INCREASE RATES PURSUANT TO KRS 278.023.

PUBLIC SERVICE COMMISSION

Case No. 2009-00201

APPLICATION

This Application of the Fountain Run Water District No. 1 of Monroe, Barren and Allen Counties, Kentucky ("Applicant") respectfully shows:

1. That Applicant is a water district created and existing under and by virtue of Chapter 74 of the Kentucky Revised Statutes.

2. That the post office address of Applicant is:

Fountain Run Water District No. 1
c/o Joe Cornwell, Chairman
P.O. Box 118
Fountain Run, Kentucky 42133

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

4. The project consists of the construction and installation of (i) approximately 13,500 linear feet of 6 inch water line; (ii) a 200,000 gallon elevated water storage tank; (iii) a new booster pumping station; (iv) SCADA system; and (v) a new master meter.

5. That Applicant proposes to finance the construction and installation of the Project through (i) the issuance of \$689,000 of its Waterworks Revenue Bonds, (ii) a USDA, Rural Development ("RD") grant in the amount of \$436,000; and (iii) an Appalachian Regional