

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF LEXINGTON-SOUTH)
ELKHORN WATER DISTRICT FOR A)
CERTIFICATE OF PUBLIC CONVENIENCE) CASE NO. 92-099
AND NECESSITY TO UPGRADE ITS)
EXISTING SYSTEM AND TO FINANCE)

O R D E R

On April 30, 1992, Lexington-South Elkhorn Water District ("Lexington-South Elkhorn") filed an application with the Commission requesting a Certificate of Public Convenience and Necessity to construct an elevated water storage tank and water lines. Lexington-South Elkhorn also requested that the Commission approve its plan of financing which consists of a loan to be made by the Kentucky Infrastructure Authority ("KIA") in an amount not to exceed \$1,973,000.

KRS 278.300(2) 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. Given that final approval has not yet been received from KIA for the financing of the proposed construction, it would be premature for the Commission to grant authority to incur the indebtedness.

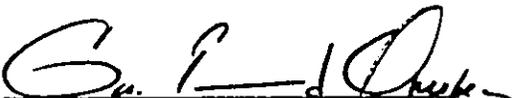
Based on the evidence of record and being otherwise sufficiently advised, the Commission finds that good cause exists

to continue the financing application beyond the 60-day period specified in KRS 278.300(2).

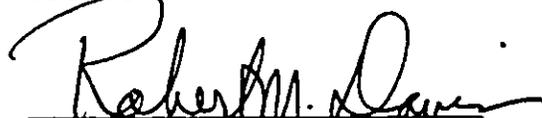
IT IS THEREFORE ORDERED that the portion of Lexington-South Elkhorn's application for authorization to incur additional indebtedness be and it hereby is continued beyond the 60-day period specified in KRS 278.300(2).

Done at Frankfort, Kentucky, this 18th day of June, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director, Acting