COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTUCKY-AMERICAN) WATER COMPANY FOR PERMISSION TO) DEVIATE FROM THE REQUIREMENTS OF) CASE NO. 10238 807 KAR 5:066, SECTION 17(1) OF THE) COMMISSION'S RULES)

<u>O R D E R</u>

By application filed April 28, 1988, Kentucky-American Water Company ("Kentucky-American") requested a deviation from 807 KAR 5:066, Section 17(1). Said request proposed that Kentucky-American be relieved of the requirement to periodically test 5/8-inch meters so that no meter remains in service without test for a period longer than 5 years. Rentucky-American submitted a statistical analysis prepared by Economic and Engineering Services, Inc., of Bellevue, Washington, based on a random sampling of 5-year and 10-year old 5/8-inch meters from the Kentucky-American system. The analysis indicates that both 5- and 10-year old 5/8-inch meters perform, on average, well within the accuracy limits prescribed by Commission regulations.

The Commission, having reviewed the evidence of record and being advised, is of the opinion and finds that Kentucky-American's request for permission to test 5/8-inch meters on a periodic test interval of 10 years should be approved.

IT IS THEREFORE ORDERED that Kentucky-American's request to deviate from 807 KAR 5:066, Section 17(1) by using a 10-year periodic test interval for 5/8-inch meters instead of the 5-year period therein specified, be and it hereby is granted.

Done at Frankfort, Kentucky, this 9th day of May, 1988.

PUBLIC SERVICE COMMISSION

Kichael D. Kerrenge

Vice Chairman

1 Williams)

ATTEST:

Executive Director