

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF BULLITT UTILITIES, INC.)	
D/B/A BULLITT HILLS SEWER SYSTEM, FOR A)	
CERTIFICATE OF CONVENIENCE AND NECESSITY)	CASE NO.
TO CONSTRUCT CERTAIN ADDITIONS AND)	90-048
IMPROVEMENTS TO THE EXISTING SEWER)	
FACILITIES)	

O R D E R

Bullitt Utilities, Inc. ("Bullitt Utilities") by its application filed February 1, 1990, and amended April 10, 1990, is seeking a Certificate of Public Convenience and Necessity for a proposed \$455,000 sewage system project. The proposed construction will expand the treatment capacity from 100,000 gallons per day ("GPD") to 400,000 GPD. This should allow Bullitt Utilities to serve approximately 800 single family units.

Financing of the proposed construction will be by PCH Enterprises, the developer of the area that will subsequently require sewage treatment from Bullitt Utilities. Drawings and specifications for the proposed improvements prepared by Daugherty & Trautwein, Inc. of Louisville, Kentucky ("Engineer"), have been approved by the Division of Water of the Natural Resources and Environmental Protection Cabinet.

By letter received on May 4, 1990, which the Commission will treat as a request for a deviation from 807 KAR 5:071, Section 3(1)(e), Bullitt Utilities petitioned the Commission to accept its

1989 Annual Report for purposes of this application in lieu of its 1990 Annual Report which has not yet been compiled.

FINDINGS AND ORDERS

After consideration of all evidence of record and being otherwise sufficiently advised, the Commission finds:

1. Good cause exists to grant Bullitt Utilities the requested deviation from 807 KAR 5:071, Section 3(1)(e).

2. Public convenience and necessity require that the construction proposed in the application and record be performed and that a Certificate of Public Convenience and Necessity be granted.

3. The proposed construction includes a 300,000 GPD extended aeration plant and miscellaneous appurtenances.

4. Any deviations from the construction herein approved which could adversely affect service to any customers should be done only with the prior approval of the Commission.

5. Bullitt Utilities should obtain approval from the Commission prior to performing any additional construction not expressly certificated by this Order.

6. Bullitt Utilities should furnish duly verified documentation of the total costs of this project including the cost of construction and all other capitalized costs (engineering, legal, administrative, etc.) within 60 days of the date that construction is substantially completed. Said construction costs should be classified into appropriate plant accounts in accordance with the Uniform System of Accounts for Sewage Utilities prescribed by the Commission.

7. Bullitt Utilities' contract with its Engineer should require the provision of full-time resident inspection under the general supervision of a professional engineer with a Kentucky registration in civil or mechanical engineering to ensure that the construction work is done in accordance with the contract plans and specifications and in conformance with the best practices of the construction trades involved in the project.

8. Bullitt Utilities should require the Engineer to furnish a copy of the "as-built" drawings and a signed statement that the construction has been satisfactorily completed in accordance with the contract plans and specifications within 60 days of the date of substantial completion of this construction.

IT IS THEREFORE ORDERED that:


1. Bullitt Utilities be and it hereby is granted the requested deviation from 807 KAR 5:071, Section 3(1)(e).

2. Bullitt Utilities be and it hereby is granted a Certificate of Public Convenience and Necessity to proceed with the proposed construction as set forth in the plans and specifications of record herein.

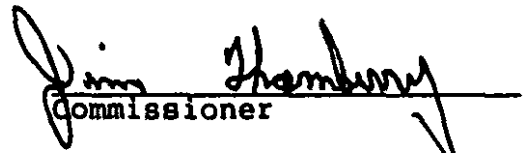
3. Bullitt Utilities shall comply with all matters set out in Findings 3 through 7 as if the same were individually so ordered.

Done at Frankfort, Kentucky, this 21st day of May, 1990.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director