

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

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|--|---|-----------------|
| DISCONTINUANCE OF THE PROVISION OF |) | |
| WATER UTILITY SERVICE BY KEENE VILLAGE |) | CASE NO. 90-303 |
| WATER AND SEWER COMPANY, INC. |) | |

O R D E R


Keene Village Water and Sewer Company, Inc. filed a letter dated September 13, 1990, attached hereto and marked Exhibit A, with the Commission which states that "Keene Village Water and Sewer Company has not served the people of Keene Village Water since January 31, 1990. . . We are still operating the sewage plant for the village. . . ." Mountain Water District filed a letter with the Commission dated September 13, 1990, attached hereto and marked Exhibit B, which states that it took over the customers of Keene Village Water and Sewer Company when it was in the process of making extensions to its system which passed the location of Keene Village Subdivision and all of the residents of the subdivision subscribed for its water service. The letter further states "this is to further advise that none of the facilities of Keene Village Water were utilized when we served the area of Keene Village Subdivision and all pipe and meters were new and a part of our system which we extended." Therefore, no transfer of utility ownership occurred and KRS 278.020(4) does not apply.

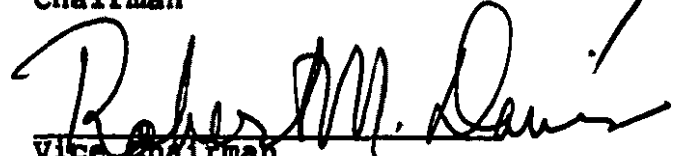
The Commission finds that Keene Village Water and Sewer Company, Inc. is no longer operating a water utility under the Commission's jurisdiction, however, they are still operating a sewer utility subject to Commission jurisdiction.

IT IS THEREFORE ORDERED that Keene Village Water and Sewer Company, Inc. shall be removed from the Commission's records as operating a water utility.

Done at Frankfort, Kentucky, this 4th day of October, 1990.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

KEENE VILLAGE WATER AND SEWAGE CO., INC.
POST OFFICE BOX 291
RACCOON, KENTUCKY 41557

RECEIVED

SEP 17 1990

September 13, 1990

PUBLIC SERVICE
COMMISSION

Dear Ms. MacCracken:

In reference to your letter dated September 10, 1990 I am enclosing a copy of the inspection of Keene Village Water and Sewage co. dated March 8, 1990. This inspection was made by Damon D. White, Inspector. Mr. White came by March 5, 1990. At that time he said he would make the appropriate action to have our facility removed from the Division of Water's inventory of active public water supplies.

Keene Village Water and Sewage Co. has not serve the people of Keene Village water since Jan. 31, 1990. All customers of the Keene Village Water were took over by Mountain Water District Feb. 1990. We are still operating the sewage plant for the village but the Mountain Water District supplies the water to our sewage plant.

If you need any other information regarding this please contact me at 606 432-0887 or at the address above.

Thank You,

Anne Keene, Sec.

EXHIBIT A



Mountain Water District

Post Office Box 3157
Pikeville, Kentucky 41501
606-631-9162



cc-f

September 13, 1990

Susan N. Mastin
General Counsel
Kentucky Public Service Commission
730 Schenkel Lane
P.O. Box 615
Frankfort, KY 40602

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SEP 11 1990

GENERAL COUNSEL

RE: Keene Village Water and Sewer Co., Inc.
Mountain Water District

Dear Ms. Mastin:

In response to your letter of August 14, 1990 and our meeting of September 12, 1990 in your office relative to Mountain Water District taking over the customers of the Keene Village Water and Sewer Company, this is to advise that Mountain Water District has no intention of taking over the Keene Village System. The Mountain Water District was in the process of making extensions to our existing water system which passed the location of the Keene Village Subdivision. All or almost all of the residents of the subdivision subscribed for the service.

We had no way of knowing that the Keene Village Water and Sewer Company existed and did not have any reason to question that the residents requested water service. The existence of the Keene Village System did not show up when the boundaries of Mountain Water District were set upon the consolidation of several existing Districts.

This is to further advise that none of the facilities of the Keene Village System were utilized when we served the area of the Keene Village Subdivision and all pipe and meters were new and a part of our system which we extended.

I trust that this is the information which was requested but should you have any additional questions we will try to provide it in a timely manner.

Sincerely,

Ernest R. Chaney
Executive Director

ERC/lm