

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

IN THE MATTER OF:

THE APPLICATION OF THE BOONE COUNTY WATER)	
AND SEWER DISTRICT FOR A CERTIFICATE OF)	CASE NO.
CONVENIENCE AND NECESSITY TO EXPAND THE)	92-118
MARS HILL PACKAGE TREATMENT PLANT AND FOR)	
AN ADJUSTMENT OF RATES	

O R D E R

Boone County Water and Sewer District ("Boone Water") by its application filed March 23, 1992 is seeking a Certificate of Public Convenience and Necessity for a proposed expansion of Mars Hill Sewage Treatment Plant. The proposed construction consists of a 15,000-gallon per day wastewater treatment plant and related appurtenances. Developer Paul Michels and Sons, Inc. will pay for the costs of construction of this expansion and said cost will be treated as a contribution in aid of construction. By letter received on July 31, 1992 Boone Water requested withdrawal of its application for a rate adjustment. The Commission will treat Boone Water's letter as a motion.

Drawings for the proposed improvements prepared by Viox & Viox, P.S.C. of Erlanger, Kentucky ("Engineer"), have been approved by the Division of Water of the Natural Resources and Environmental Protection Cabinet.

The Commission, having reviewed the application, the information submitted subsequent thereto, and being otherwise sufficiently advised, finds that:

1. Public convenience and necessity require that the construction proposed be performed and that a Certificate of Public Convenience and Necessity be granted.

2. The proposed construction consists of a 15,000-gallon per day wastewater treatment plant and miscellaneous appurtenances.

3. Any deviations from the construction approved should be undertaken only with the prior approval of the Commission.

4. Boone Water should obtain approval from the Commission prior to performing any additional construction not expressly certificated by this Order.

5. Boone Water 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.

6. Boone Water's contract with its Engineer should require the provision of construction 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.

7. Boone Water 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:

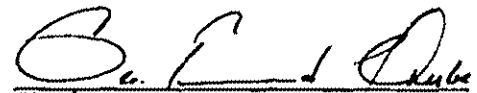
1. Boone Water be and it hereby is granted a Certificate of Public Convenience and Necessity to proceed with the proposed construction as set forth in the plans of record herein.

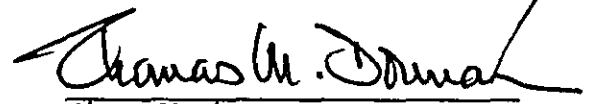
2. Boone Water shall comply with all matters set out in Findings 3 through 7 as if the same were individually so ordered.

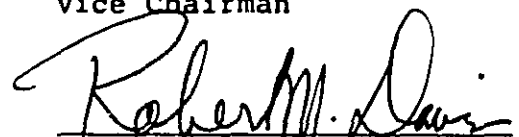
3. Boone Water's motion for withdrawal of its application for a rate adjustment is hereby granted.

Done at Frankfort, Kentucky, this 31st day of August, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director