## COMMONWEALTH OF KENTUCKY

## BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF NORTH MARSHALL WATER DISTRICT FOR A CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY TO CONSTRUCT FACILITY IMPROVEMENTS

CASE NO. 97-305

## ORDER

By application filed July 31, 1997, North Marshall Water District ("North Marshall") is seeking authorization to construct a \$400,000 waterworks improvement project. Project funding includes \$400,000 in North Marshall funds.

The proposed project includes the construction of a new 100,000 gallon clearwell to provide an additional water source and storage. In addition, an operating building will be constructed on top of the clearwell to house chlorine facilities, pumping equipment and controls. Plans and specifications for the proposed improvements prepared by Art Travis of Benton, Kentucky, have been approved by the Division of Water of the Natural Resources and Environmental Protection Cabinet. After allowances are made for fees, contingencies, and other indirect costs, the total cost of this project is approximately \$400,000.

IT IS THEREFORE ORDERED that:

1. North Marshall is granted a Certificate of Public Convenience and Necessity for the proposed construction project.

2. North Marshall shall obtain approval from the Commission prior to performing any additional construction not expressly authorized by this Order.

3. Any deviation from the construction approved shall be undertaken only with the prior approval of the Commission.

4. North Marshall shall furnish 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. Construction costs should be classified into appropriate plant accounts in accordance with the Uniform System of Accounts for Water Utilities prescribed by the Commission.

5. North Marshall shall require construction to be inspected 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 drawings and specifications and in conformance with the best practices of the construction trades involved in the project.

6. North Marshall shall file a copy of the "as-built" drawings and a certified statement that the construction has been satisfactorily completed in accordance with the contract plans and specifications within 60 days of the substantial completion of the construction certificated herein.

Nothing contained herein shall be deemed a warranty of the Commonwealth of Kentucky, or any agency thereof, of the financing herein accepted.

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Done at Frankfort, Kentucky, this 19th day of August, 1997.

## PUBLIC SERVICE COMMISSION

Anda K Breathoff Chairman

Vice Chairman

B. J. Helfon Commissioner

ATTEST:

Mills

**Executive Director**