

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF SOUTHEAST DAVIESS COUNTY)	
WATER DISTRICT FOR A CERTIFICATE OF PUBLIC)	
CONVENIENCE AND NECESSITY TO CONSTRUCT A)	CASE NO.
PUMPING STATION AND TRUNK LINE EXTENSION IN)	98-249
ACCORDANCE WITH 807 KAR 5:001, SECTION 8 AND)	
SECTION 9(2))	

O R D E R

On May 6, 1998, Southeast Daviess County Water District ("Southeast Daviess") applied for a Certificate of Public Convenience and Necessity to construct a pumping station and 11,100 linear feet of water main at an estimated cost of \$386,584. The construction is being funded by the rate surcharge approved in Case No. 96-119.¹

The proposed construction will provide for additional system capacity and continued growth for the north area of Southeast Daviess. Drawings and specifications for the proposed improvements in Southeast Daviess' current application have been prepared by HRG, PLLC of Owensboro, Kentucky ("Engineer").

The Commission, having reviewed the evidence of record and being otherwise sufficiently advised, finds that:

1. The proposed construction consists of a pump station on Reid Road in Daviess County, connection to the existing distribution system, and 11,100 linear feet of

¹ Case No. 96-119, The Application of Southeast Daviess County Water District for Approval of Rate Surcharge for Expansion of Existing System Facilities Pursuant to KRS 74.395.

water main and appurtenances. After allowances are made for fees, contingencies, and other indirect costs, the total cost of this project is approximately \$386,584.

2. The north part of Southeast Daviess' service territory is experiencing growth. The pump station proposed in this case will enable Southeast Daviess to meet its obligations as a public utility in this portion of its service territory.

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

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

5. Southeast Daviess should 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.

6. Southeast Daviess should require construction to be inspected under the general supervision of a professional engineer with a Kentucky registration in civil or mechanical engineering.

7. Southeast Daviess should furnish, within 60 days of the date of substantial completion of this construction, a copy of the "as-built" drawings and a signed statement of the Engineer that the construction has been satisfactorily completed in accordance with the contract drawings and specifications.

IT IS THEREFORE ORDERED that:

1. Southeast Daviess is granted a Certificate of Public Convenience and Necessity to construct a pump station on Reid Road and 11,100 linear feet of water main and related appurtenances in Daviess County as set forth in the drawings and specifications of record herein.

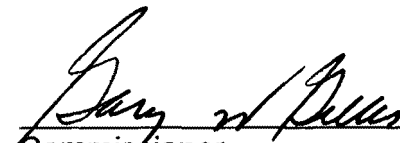
2. Southeast Daviess shall comply with the requirements contained in Findings 3 through 7 as if the same were individually so ordered.

Done at Frankfort, Kentucky, this 11th day of June, 1998.

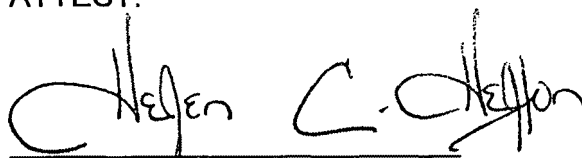
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director