

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF TODD COUNTY WATER)	
DISTRICT FOR APPROVAL TO MAINTAIN LESS)	
WATER STORAGE THAN THE AVERAGE DAILY)	CASE NO.
USAGE PRESCRIBED IN 807 KAR 5:066, SECTION)	98-370
5(4))	

O R D E R

On July 2, 1998, the Todd County Water District ("Todd Water") applied for permission to deviate from Commission Regulation 807 KAR 5:066, Section 4(4), which requires that each utility maintain a minimum water storage of one day's supply of its average daily usage. Todd Water states in its application that it uses an average of 600,000 gallons per day and sells an average of 300,000 gallons per day to Elkton Utilities. Also, Todd Water states in its application that it has five water storage tanks with a total of 870,800 gallons in storage capacity. According to the application, Todd Water is growing at an average rate of about 120 customers per year with at least 122 customers being added in the next project. The Commission, having reviewed the application and being otherwise sufficiently advised, finds that:

1. Todd Water is not in compliance with Commission Regulation 807 KAR 5:066, Section 4(4).

2. Because of the time needed to plan, finance, and construct water storage facilities, Todd Water should be given until January 1, 2004 to comply with 807 KAR 5:066, Section 4(4).

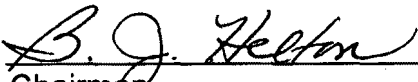
IT IS THEREFORE ORDERED that:

1. Todd Water is given until January 1, 2004 to comply with the provisions of 807 KAR 5:066, Section 4(4).

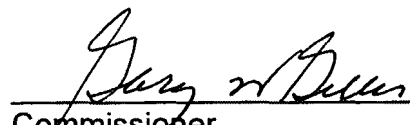
2. Todd Water shall take all necessary actions to bring its water storage facilities into compliance with Commission regulations prior to January 1, 2004.

Done at Frankfort, Kentucky, this 27th day of August, 1998.

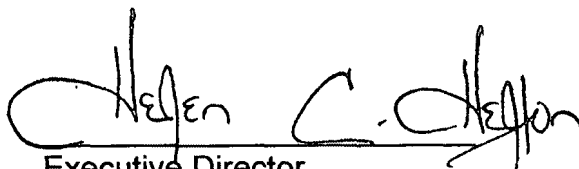
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director