

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF NORTH LOGAN WATER)	
DISTRICT FOR APPROVAL TO MAINTAIN LESS)	
WATER STORAGE THAN THE AVERAGE DAILY)	CASE NO.
USAGE PRESCRIBED IN 807 KAR 5:066, SECTION)	98-376
5(4))	

O R D E R

On July 10, 1998, the North Logan Water District ("North Logan District") applied for permission to deviate from Commission Regulation 807 KAR 5:066, Section 4(4), which requires that each utility maintain minimum water storage of one day's supply of its average daily usage. North Logan District states in its application that it purchases 5,500,000 gallons per month from Russellville, Kentucky. North Logan District also states that the Logan Todd Water Commission is working to obtain money to construct a new water plant to replace the existing Russellville Plant and that two large storage tanks will be built that will replace the existing one.

The Commission, having reviewed the application and being otherwise sufficiently advised, finds that:

1. North Logan District 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, North Logan District should be given until January 1, 2004 to comply with 807 KAR 5:066, Section 4(4).

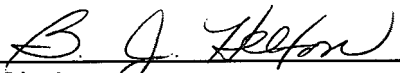
IT IS THEREFORE ORDERED that:

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

2. North Logan District 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 5th day of August, 1998.

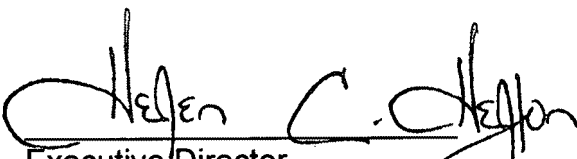
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director