COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF HARDEMAN WATER DISTRICT FOR A DEVIATION FROM THE REQUIREMENTS OF 807 KAR 5:066, SECTION 4(4), REGARDING WATER STORAGE

CASE NO. 99-169

<u>ORDER</u>

On April 26, 1999, the Hardeman Water District ("Hardeman 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. Hardeman District states in its application that its average daily water usage, including unaccounted-for water, is approximately 75,460 gallons, and that its current water storage capacity is 50,000 gallons.

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

Hardeman 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, Hardeman District should be given until July 1, 2005 to comply with 807 KAR 5:066, Section 4(4).

IT IS THEREFORE ORDERED that:

1. Hardeman District is given until July 1, 2005 to comply with the provisions of 807 KAR 5:066, Section 4(4).

2. Hardeman District shall take all necessary actions to bring its water storage facilities into compliance with Commission regulations prior to July 1, 2005.

Done at Frankfort, Kentucky, this 18th day of May, 1999.

By the Commission

ATTEST:

Executive Director