

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF THE NORTH)	
MANCHESTER WATER ASSOCIATION, INC. FOR A)	
CERTIFICATE OF PUBLIC CONVENIENCE AND)	CASE NO.
NECESSITY TO CONSTRUCT AN)	2002-00333
IMPROVEMENTS PROJECT PURSUANT TO KRS)	
278.020, 278.300 AND 807 KAR 5:001)	

O R D E R

By application filed September 13, 2002, North Manchester Water Association, Inc. (NMWA) is seeking authorization to construct a \$375,056.11 waterworks improvement project. Project funding includes a \$230,000 Kentucky Infrastructure Authority grant and an interim loan of approximately \$145,056.11 with a maturity of less than two years.

The proposed project includes the construction of a new 500,000-gallon water storage tank and related appurtenances. This project will replace an existing 250,000-gallon water storage tank NMWA believes to be a hazard and should be replaced immediately. Plans and specifications for the proposed improvements prepared by Cann-Tech, LLC of Lawrenceburg, Kentucky, were approved on November 26, 2001 by the Division of Water of the Natural Resources and Environmental Protection Cabinet.

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

1. Public convenience and necessity require that the construction proposed be performed and that a Certificate of Public Convenience and Necessity be granted.

2. The proposed construction consists of a new 500,000-gallon water storage tank and related appurtenances.

3. After allowances for fees, contingencies, and other indirect costs, the total project cost is approximately \$375,056.11.

4. NMWA should obtain approval from the Commission prior to performing any additional construction not expressly authorized by this Order.

5. NMWA should 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.

6. NMWA should require construction to be inspected under the general supervision of a licensed professional engineer with a Kentucky licensure, competent 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.

7. NMWA should notify the Commission, in writing, one week prior to the start of construction and after 50 percent completion.

IT IS THEREFORE ORDERED that:

1. NMWA is granted a Certificate of Public Convenience and Necessity to proceed with the proposed construction project.

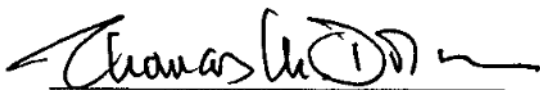
2. NMWA shall comply with the requirements contained in Findings 4 through 7 as if the same were individually so ordered.

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

Done at Frankfort, Kentucky, this 21st day of October, 2002.

By the Commission

ATTEST:

A handwritten signature in black ink, appearing to read "Charles H. [unclear]", written over a horizontal line.

Executive Director