

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

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| THE APPLICATION BY LAKE VILLAGE WATER |) | |
| ASSOCIATION, INC. FOR A CERTIFICATE OF |) | |
| PUBLIC CONVENIENCE AND NECESSITY FOR A |) | CASE NO. |
| MERCER COUNTY FUNDED CONSTRUCTION |) | 2002-00366 |
| PROJECT |) | |

O R D E R

By application filed October 25, 2002, Lake Village Water Association, Inc. (LVWA) is seeking authorization to construct a \$316,995 waterworks improvement project. The project is to be funded entirely by grants from the Mercer County Fiscal Court.

The proposed project includes the construction of approximately 28,910 linear feet of 6-inch and 4-inch water transmission mains and related appurtenances to serve approximately 33 new customers. This project will be located entirely in Mercer County and run from the Mercer-Boyle County line on Dry Branch Road north to U.S. 68 with a connector line running east along Sparrow Lane to connect with an existing transmission main running west from U.S. 127. Plans and specifications for the proposed improvements prepared by PEH Engineers of Louisville, Kentucky, were approved on October 8, 2002 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 approximately 28,910 linear feet of 6-inch and 4-inch water transmission mains and related appurtenances to serve approximately 33 new customers.

3. After allowances for fees, contingencies, and other indirect costs, the total project cost is approximately \$316,995.

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

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

2. LVWA 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 15th day of January, 2003.

By the Commission

ATTEST:


Executive Director