

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF BATH COUNTY WATER)	
DISTRICT FOR A CERTIFICATE OF PUBLIC)	
CONVENIENCE AND NECESSITY TO CONSTRUCT)	CASE NO.
AN IMPROVEMENT PROJECT PURSUANT TO KRS)	2004-00143
278.020)	

O R D E R

On April 21, 2004, Bath County Water District ("Bath District") applied for authorization to construct a \$764,465 waterworks improvement project. The proposed project will be funded entirely by grants from the Tobacco Development Fund. The proposed project includes the construction of approximately 12.3 miles of 8-inch, 4-inch and 3-inch water transmission mains and related appurtenances to serve approximately 129 new customers. This project will be located in various parts of Bath County that presently rely on cisterns for their water supply. Plans and specifications for the proposed improvements, prepared by Tetra Tech, Inc. of Lexington, Kentucky, were approved by the Division of Water of the Environmental and Public 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 12.3 miles of 8-inch, 4-inch and 3-inch water transmission mains and related appurtenances to serve approximately 129 new customers.

3. The proposed construction will not compete with or conflict with the service of any other water utility.

4. The proposed construction will not result in the wasteful duplication of utility facilities.

5. After allowances for fees, contingencies, and other indirect costs, the total project cost is approximately \$764,465.

6. Bath District should obtain approval from the Commission prior to performing any additional construction not expressly authorized by this Order.

7. Bath District 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.

8. Bath District 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.

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

IT IS THEREFORE ORDERED that:

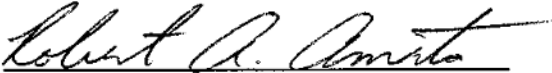
1. Bath District is granted a Certificate of Public Convenience and Necessity to proceed with the proposed construction project.

2. Bath District shall comply with the requirements contained in Findings 6 through 9 as if the same were individually so ordered.

Done at Frankfort, Kentucky, this 14th day of June, 2004.

By the Commission

ATTEST:



DEPUTY Executive Director

Case No. 2004-00143