

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF NORTHERN KENTUCKY WATER)	
DISTRICT FOR APPROVAL OF CONSTRUCTION AND))	
ISSUANCE OF A CERTIFICATE OF CONVENIENCE)	CASE NO.
AND NECESSITY FOR THE LICKING PIKE 36",)	2007-00201
ROUTE 9, INTERCONNECTION)	

O R D E R

Northern Kentucky Water District ("NKWD") has applied for a Certificate of Public Convenience and Necessity ("CPCN") for a hydraulic improvement project at an approximate total project cost of \$1,611,000 including engineering and miscellaneous costs. Having reviewed the application and being otherwise sufficiently advised, the Commission finds that:

1. NKWD proposes to construct approximately 3,550 feet of 36-inch ductile iron pipe, 55 feet of 30-inch ductile iron pipe, and related appurtenances.
2. This project will be constructed along Licking Pike, Route 9, connecting to an existing 36-inch concrete water main on Moock Road to an existing 30-inch cast iron water main on Aspen Court in the city of Wilder, Campbell County, Kentucky.
3. The improvements proposed were identified in the Master Hydraulic Plan as a needed hydraulic improvement to strengthen and improve the transmission system.
4. The construction is in the public interest and is required to allow NKWD to continue to provide adequate service to its customers. The project will provide redundancy to existing transmission mains which feed Covington and the Taylor Mill Treatment Plant.

5. William R. Viox, P.E., P.L.S. with Viox & Viox, of Erlanger, Kentucky, recommended, and NKWD's Board of Commissioners approved, Smith and Brown Contractors Arnold, Dugan, & Meyers as the lowest and best bid for the construction of the Licking Pike 36-inch Interconnect project at \$1,148,685.60.

6. NKWD proposes to finance \$1,611,000 of the proposed project through the proceeds from its 2007 Bond Anticipation Note.

7. Viox & Viox, prepared the drawings and specifications for the proposed project.

8. The Division of Water of the Kentucky Environmental and Public Protection Cabinet has approved the plans and specifications for the proposed project.

9. The public convenience and necessity require the construction of the proposed improvements.

IT IS THEREFORE ORDERED that:

1. NKWD is granted a CPCN to proceed with the proposed construction as set forth in its application.

2. NKWD shall notify the Commission prior to performing any additional construction not expressly authorized by this Order.

3. Any deviation from the construction approved shall be undertaken only with the prior approval of the Commission.

4. NKWD shall furnish documentation of the total costs of this project including the cost of construction and all other capitalized costs (engineering, legal, administrative, etc.) within 60 days of the date that construction is substantially completed. Construction

costs shall be classified into appropriate plant accounts in accordance with the Uniform System of Accounts for water utilities prescribed by the Commission.

5. NKWD shall 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. NKWD shall require the construction to be inspected under the general supervision of a licensed professional engineer with a Kentucky registration in civil, electrical, 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.

Done at Frankfort, Kentucky, this 31st day of July, 2007.

By the Commission

ATTEST:



Executive Director