

CASE

NUMBER:

99 - 459

IN THE MATTER OF HOUSING AUTHORITY OF PARIS ALLEGED
VIOLATION OF ADMINISTRATIVE REGULATION 807 KAR 5:022

SEQ NBR	ENTRY DATE	REMARKS
0001	11/17/1999	Show Cause Order; schedules 2/8/2000 hearing; info due 12/7
M0001	12/02/1999	EDWARD DOVE HOUSING AUTHORITY OF PAR-REQUEST FOR INFORMAL CONFERENCE
0002	12/17/1999	Order scheduling 1/10/2000 informal conference
0004	01/13/2000	Informal Conference Memorandum
0003	01/18/2000	Order entered; hearing scheduled for 2/8/2000 is continued; response due 2/1
M0002	01/19/2000	EDWARD DOVE HOUSING AUTHORITY OF PAR-INFORMATION PERTAINING TO PRE HEARING HELD ON JAN 10, 2
M0003	01/31/2000	HOUSING AUTHORITY OF PARIS-STATUS REPORT & SUPPLEMENTAL RESPONSE
0005	02/16/2000	Settlement Agreement to Edward E. Dove
0006	03/09/2000	Settlement Agreement
0007	03/20/2000	Letter to Edward Dove re: Settlement Agreement; needs to file modified Agreement
M0004	04/05/2000	HOUSING AUTHORITY OF PARIS-SUPPLEMENTAL RESPONSE
M0005	04/11/2000	HOUSING AUTHORITY OF PARIS-SUPPLEMENTAL RESPONSE
0008	04/28/2000	Final Order with Settlement Agreement; penalty assessed; info to be filed.
M0009	05/09/2000	EDWARD E. DOVE HOUSING AUTHORITY-REQUESEST FOR AN EXTENSION OF TIME ON THE BIDDING PROCESS
M0006	05/11/2000	ANNA VANCE HOUSING AUTHORITY OF PAR-REVISED PLANS FOR CONSTRUCTION OF GAS SYSTEM
0009	05/18/2000	Order amending 4/28 Order i.e., copies of bid proposals due by 6/19/2000.
0011	06/15/2000	First Reminder letter Re: Payment to the Commonwealth of KY \$250.
M0007	06/20/2000	EDWARD DOVE HOUSING AUTHORITY OF PAR-RESPONSE TO PSC ORDER
M0008	06/26/2000	PARIS HOUSING AUTHORITY-CHECK
0010	07/07/2000	Receipt of Payment
0012	12/07/2000	First Acknowledgement Letter Sent.
M0010	12/22/2000	EDWARD DOVE ATT FOR HOUSING AUTHORIT-COMLIANCE WITH COMMISSION ORDER

RECEIVED

DEC 22 2000

PUBLIC SERVICE
COMMISSION

COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

IN THE MATTER OF:

HOUSING AUTHORITY OF PARIS

NO. 99-459

HOUSING AUTHORITY'S COMPLIANCE
WITH COMMISSION ORDER

Comes now the Housing Authority of Paris and for their update on the compliance with the Commission's Order states as follows:

1. On or about December 13, 1999 the Housing Authority of Paris received two bids to bring the gas lines into compliance (*see attached; Exhibit "A"*);
2. On June 1, 2000 the Housing Authority accepted the low bid of Yates Pipeline Contractors, Inc.;
3. On May 9, 2000 the Housing Authority mailed plans to the Commission;
4. The Housing Authority paid the civil penalty assessed by the Commission on July 7, 2000;
5. Yates has now completed the work as of December 15, 2000. The Housing Authority has not yet received the final plans, but will supplement their compliance upon receipt.

Respectfully submitted,



EDWARD E. DOVE
201 West Short Street
Suite 310
Lexington, KY 40507
(859) 252-0020
ATTORNEY FOR HOUSING
AUTHORITY OF PARIS

CERTIFICATE OF SERVICE

This certifies that a true and correct copy of the foregoing Compliance was mailed, postage prepaid to the following on this the 21 day of December, 2000.

Thomas M. Dorman
Executive Director
Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, KY 40602

Yates Pipeline Contractors Inc.
641 Blue Sky Pkwy
Lexington, Kentucky 40509
off 606-263-4630
fax 606-263-4031

12/07/99

To: Housing Authority of Paris
Ms. Anna Preston Vance
P.O. Box 468
Paris, Ky 40362-0468
606-987-2575

Bid Proposal


Site#KY 13- 2 and 3
Horton Dr.
Paris, Ky

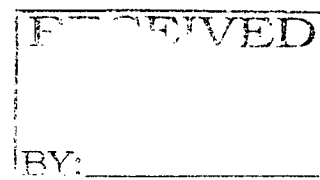
Replace existing gas lines with new main lines, service lines, meters, regulators, risers. Also will upgrade gas pressure to 5 lbs. The price includes all material, labor, and equipment. Price also includes seed and straw after clean-up.

Original bid was \$83,500.00 , but due to material price increases we must raise the bid \$500.00 to a total bid of \$84,000.00.

If you have any questions please feel free to give Mark or Parky a call.

Thank you


Mark A. Yates
Supervisor



Exh. "A"

DIX & ASSOCIATES PIPELINE, INC.
210 INDUSTRY PARKWAY
NICHOLASVILLE, KY. 40356
(606) 887-2661

December 8, 1999

Housing Authority of Paris
P.O. Box 468
Paris, Ky. 40362-0468

ATTN: Ms. Anna Preston Vance

RE: Quote, Site #KY13-2 and 3, Horton Drive, Paris, Kentucky

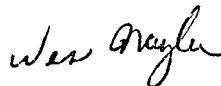
Dear Ms. Preston,

We are pleased to quote you a price for replacing existing gas lines with new main and service lines. Included are:

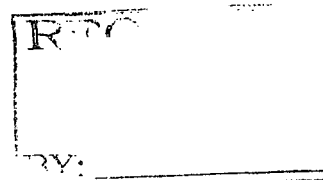
Material, labor, equipment, and clean-up @ Lump Sum \$92,250.00

If you have any questions regarding this price quote, please call me.

Thank You,



Wes Naylor
Vice President
Dix & Associates Pipeline, Inc.





Paul E. Patton, Governor
Ronald B. McCloud, Secretary
Public Protection and
Regulation Cabinet

Thomas M. Dorman
Executive Director
Public Service Commission

COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION
211 SOWER BOULEVARD
POST OFFICE BOX 615
FRANKFORT, KENTUCKY 40602-0615
www.psc.state.ky.us
(502) 564-3940
Fax (502) 564-3460

Martin J. Huelsmann
Chairman

Edward J. Holmes
Vice Chairman

Gary W. Gillis
Commissioner

December 7, 2000

Ms. Anna Preston H. Vance
Executive Director
Housing Authority of Paris
#2 Horton Drive
P.O. Box 468
Paris, Kentucky 40361

Re: Case No. 1999-459, First Reminder Letter

Dear Ms. Vance:

The Commission entered the enclosed Final Order in this case on April 28, 2000. The Commission ordered that within 30 days after the completion of the project, HA of Paris shall file copies of the contract with successful bidder and as-completed plans for the project. To date the Commission has not received this filing. Please make the filing, referencing the case number 1999-459, not later than 15 days from the date of this letter.

If you have questions concerning this letter, please contact Jess Helton, of the Filings Division, at 502-564-3940, extension 278. Otherwise, please mail the required filing to Thomas M. Dorman, Executive Director, Public Service Commission, 211 Sower Blvd., Post Office Box 615, Frankfort, Kentucky 40602.

Sincerely,

A handwritten signature in black ink that reads "Stephanie Bell".

Stephanie Bell
Secretary of the Commission

Enclosure
CC: Parties of Record



COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

HOUSING AUTHORITY OF PARIS)

_____)

ALLEGED VIOLATIONS OF)
ADMINISTRATIVE REGULATION)
807 KAR 5:022)

CASE NO. 99-459

RECEIPT OF PAYMENT

This is to acknowledge receipt of one check in the amount of \$250.00 payable to Treasurer, Commonwealth of Kentucky, from Paris Housing Authority. This represents full payment of the penalty assessed against them in the above-styled action.

Stephanie Bell

Stephanie Bell
Secretary of the Commission

Dated 7/7/2000

hv



case 24465

Paul E. Patton, Governor

Ronald B. McCloud, Secretary
Public Protection and
Regulation Cabinet

Martin J. Huelsmann
Executive Director
Public Service Commission

COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION
211 SOWER BOULEVARD
POST OFFICE BOX 615
FRANKFORT, KENTUCKY 40602-0615
www.psc.state.ky.us
(502) 564-3940
Fax (502) 564-3460

B. J. Helton
Chairman
Edward J. Holmes
Vice Chairman

Gary W. Gill
Commissioner

RECEIVED
JUN 26 2000
PUBLIC SERVICE COMMISSION

June 15, 2000

RECEIVED

JUN 26 2000

GENERAL COUNSEL

Ms. Anna Preston H. Vance
Executive Director
Housing Authority of Paris
#2 Horton Drive
P.O. Box 468
Paris, Kentucky 40361

Re: Case No. 1999-459
First Reminder Letter

Dear Ms. Vance:

The Commission entered the enclosed Final Order in this case on April 28, 2000. The Commission ordered that within 10 days of the date of this Order, the Housing Authority of Paris shall pay to the Commonwealth of Kentucky the sum of \$250. This payment shall be in the form of a cashier's check made payable to "Treasurer, Commonwealth of Kentucky," and shall be mailed or delivered to the Office of General Counsel, Public Service Commission, 211 Sower Boulevard, Post Office Box 615, Frankfort, Kentucky 40602. Please make this filing referencing the case number 1999-459, not later than 15 days from the date of this letter.

If you have questions concerning this letter, please contact Jess Helton, of the Filings Division, at 502-564-3940, extension 278..

Sincerely,

Stephanie Bell

Stephanie Bell
Secretary of the Commission

Enclosure

CIAP 911



AN EQUAL OPPORTUNITY EMPLOYER M/F/D



Paul E. Patton, Governor

**Ronald B. McCloud, Secretary
Public Protection and
Regulation Cabinet**

**Martin J. Huelsmann
Executive Director
Public Service Commission**

**COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION**
211 SOWER BOULEVARD
POST OFFICE BOX 615
FRANKFORT, KENTUCKY 40602-0615
www.psc.state.ky.us
(502) 564-3940
Fax (502) 564-3460

**B. J. Helton
Chairman**

**Edward J. Holmes
Vice Chairman**

**Gary W. Gillis
Commissioner**

June 15, 2000

Ms. Anna Preston H. Vance
Executive Director
Housing Authority of Paris
#2 Horton Drive
P.O. Box 468
Paris, Kentucky 40361

Re: Case No. 1999-459
First Reminder Letter

Dear Ms. Vance:

The Commission entered the enclosed Final Order in this case on April 28, 2000. The Commission ordered that within 10 days of the date of this Order, the Housing Authority of Paris shall pay to the Commonwealth of Kentucky the sum of \$250. This payment shall be in the form of a cashier's check made payable to "Treasurer, Commonwealth of Kentucky," and shall be mailed or delivered to the Office of General Counsel, Public Service Commission, 211 Sower Boulevard, Post Office Box 615, Frankfort, Kentucky 40602. Please make this filing referencing the case number 1999-459, not later than 15 days from the date of this letter.

If you have questions concerning this letter, please contact Jess Helton, of the Filings Division, at 502-564-3940, extension 278..

Sincerely,

A handwritten signature in black ink that reads "Stephanie Bell".

Stephanie Bell
Secretary of the Commission

Enclosure



EDWARD E. DOVE
ATTORNEY AT LAW
310 LEXINGTON BUILDING
201 WEST SHORT STREET
LEXINGTON, KENTUCKY 40507

(859) 252-0020
FAX (859) 258-9288

RECEIVED

JUN 19 2000

GENERAL COUNSEL

June 15, 2000

Hon. James R. Goff
Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, Kentucky 40602-0615

RECEIVED

JUN 20 2000

PUBLIC SERVICE
COMMISSION

RE: Housing Authority of Paris
Case No.: 1999-459

Dear Mr. Goff:

This letter is to bring the Commission up to date on the process of the Housing Authority's compliance with the Commission's Order. The Housing Authority sent bid proposals to prospective contractors on or about May 9, 2000. A contract was entered into by the Housing Authority and Yates Pipeline Contractors, Inc. on or about June 1, 2000. The work was commenced by Yates on June 1, 2000, and has been progressing since that date. The anticipated date of completion for the work will be October 1, 2000.

If you have any questions about the Housing Authority's compliance with the Commission's Order or the progress of project, please do not hesitate to give me a call.

Sincerely,



Edward E. Dove

cc: Anna Preston Vance

ED/sam/haop/letter30



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

211 SOWER BOULEVARD
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

May 18, 2000

Anna Preston H. Vance
Executive Director
Housing Authority of Paris
#2 Horton Drive
P. O. Box 468
Paris, KY. 40361

Honorable Edward E. Dove
Attorney for Housing Authority of
Paris
310 Lexington Building
201 West Short Street
Lexington, KY. 40507

RE: Case No. 1999-459

We enclose one attested copy of the Commission's Order in
the above case.

Sincerely,

A handwritten signature in cursive script that reads "Stephanie Bell".

Stephanie Bell
Secretary of the Commission

SB/hv
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

HOUSING AUTHORITY OF PARIS)
)
 _____) CASE NO. 99-459
)
 ALLEGED VIOLATIONS OF)
 ADMINISTRATIVE REGULATION)
 807 KAR 5:022)

ORDER

On April 28, 2000, the Commission directed the Housing Authority of Paris ("HA of Paris") to file certain documents by May 5, 2000.

On April 11, 2000, HA of Paris supplemented its filing of January 28, 2000, stating that it would solicit bids for contract work until April 12, 2000, and that it would then need 14 days to review the bids and issue a "notice to proceed."

Because of the illness of its engineer and the resulting delay in producing the bid specifications, HA of Paris filed a letter requesting an extension of time beyond May 5, 2000, in which to file the requested bid proposals. The Commission will treat the letter as a motion to amend the Order of April 28, 2000.

Being sufficiently advised, the Commission HEREBY ORDERS that ordering paragraph 4 of its April 28, 2000 Order is amended as follows:

4. HA of Paris shall file with the Commission the following:
 - a. Copies of bid proposals on or before June 19, 2000.

Done at Frankfort, Kentucky, this 18th day of May, 2000.

By the Commission

ATTEST:

Deputy W^m H. Bowker
Executive Director

HOUSING AUTHORITY OF PARIS, KY.

#2 Horton Drive - P.O. Box 468 - Paris, Ky. 40361-0468

Phone: 859-987-2575 Fax: 859-987-2462 TDD#1-800-247-2510

**Anna Preston Vance, PHM
Executive Director**

E-Mail Address: pha@kyk.net

May 9, 2000

**MEMORANDUM TO: Public Service Commission
Commonwealth of Kentucky**

**FROM: Anna Preston Vance
Executive Director**

**RE: Case No. 1999-459
Housing Authority of Paris**

RECEIVED
MAY 11 2000
PUBLIC SERVICE
COMMISSION

Attached for your review are the revised plans for the construction of the gas system at developments KY013-01 and KY013-02 at the Housing Authority of Paris. The Authority appreciates the assistance provided by Mr. Alderman in making the required changes to our original submittal to you.

Plans and specifications have been forwarded to prospective bidders and copies of Those bids will be provided to the Commission when they are received.

Thank you for your assistance.



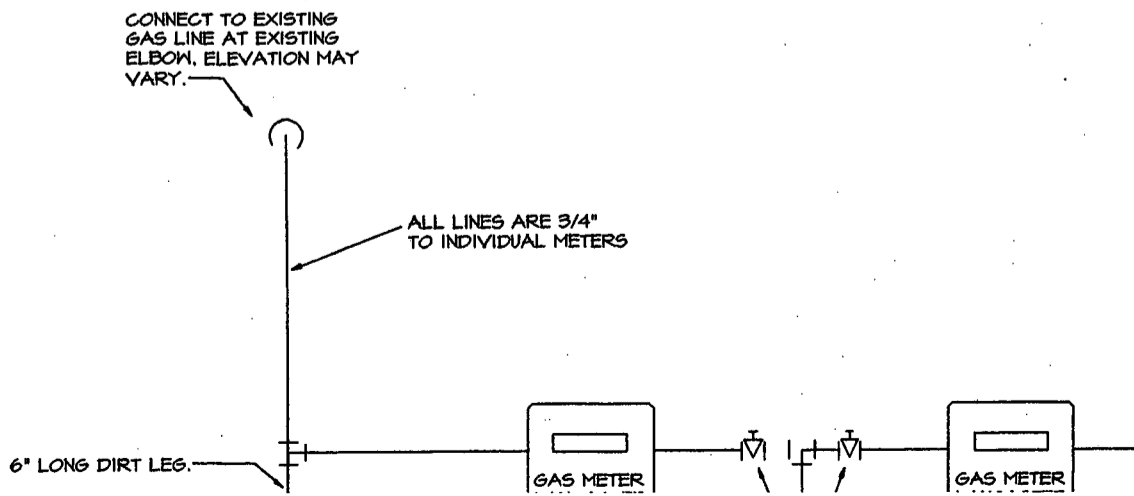
**Anna Preston Vance
Executive Director**

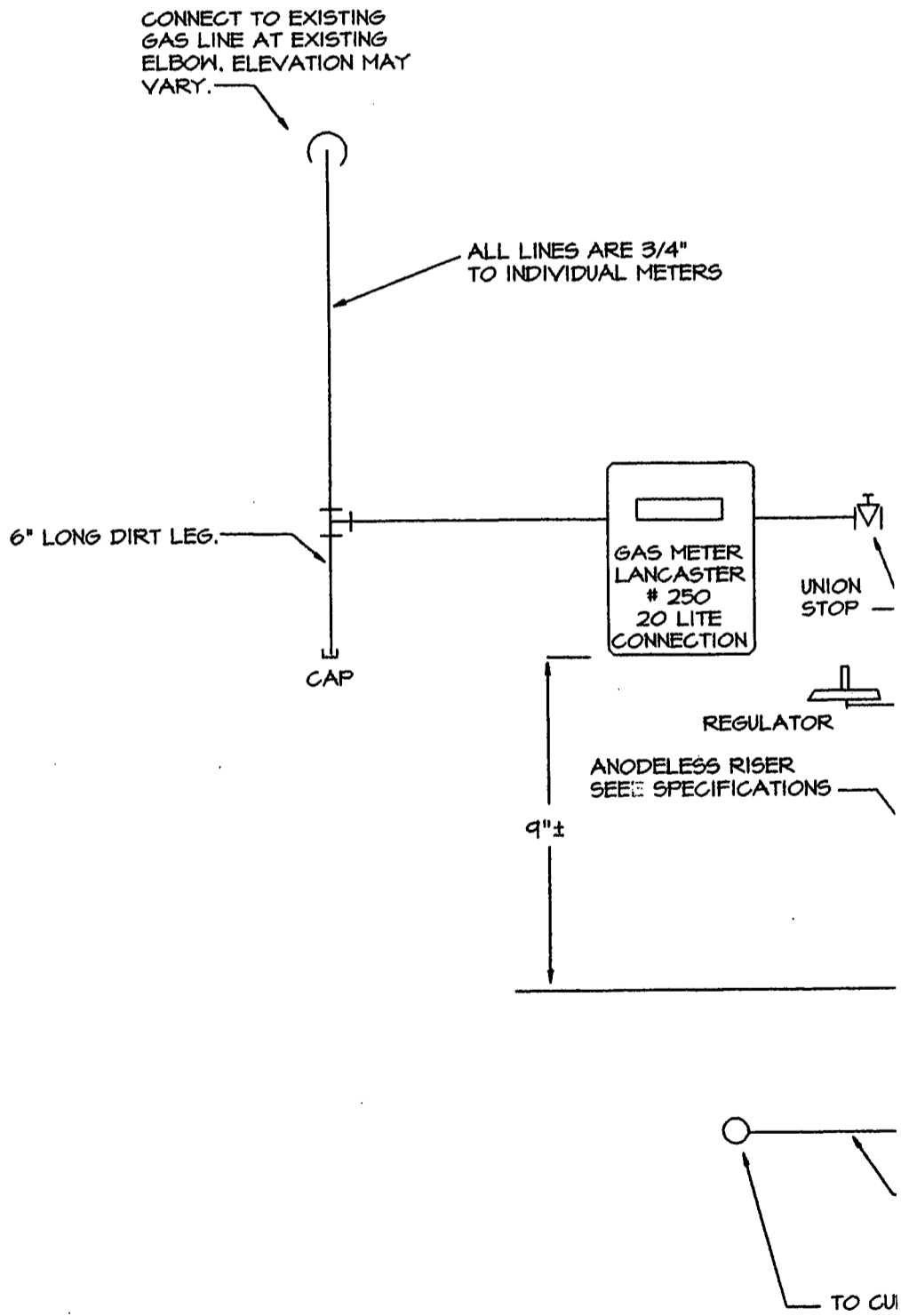
Attachments:

CONNECT TO EXISTING
GAS LINE AT EXISTING
ELBOW. ELEVATION MAY
VARY.

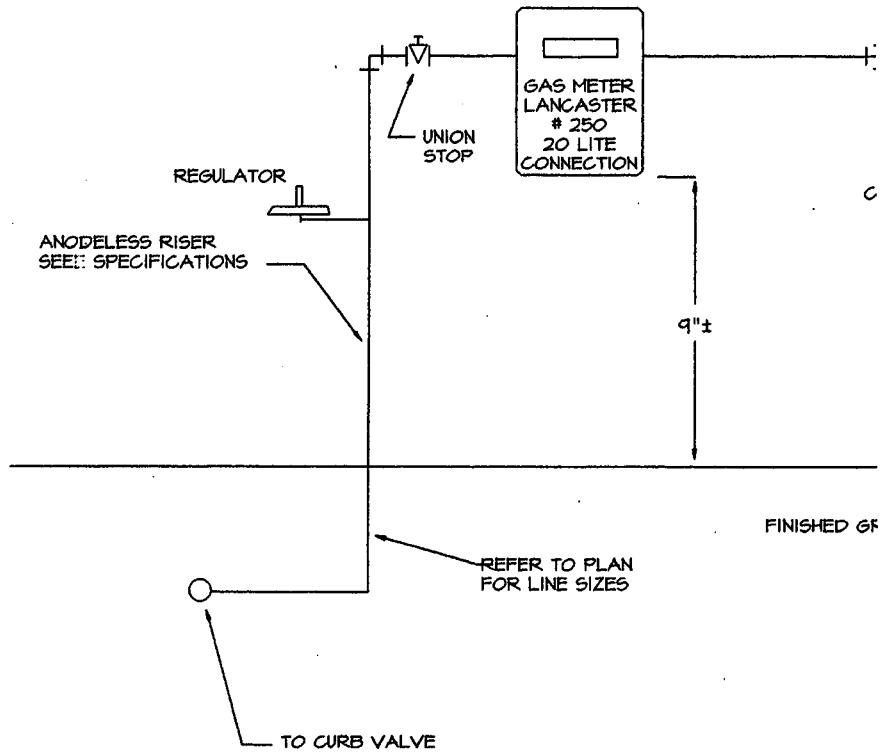
ALL LINES ARE 3/4"
TO INDIVIDUAL METERS

6" LONG DIRT LEG.



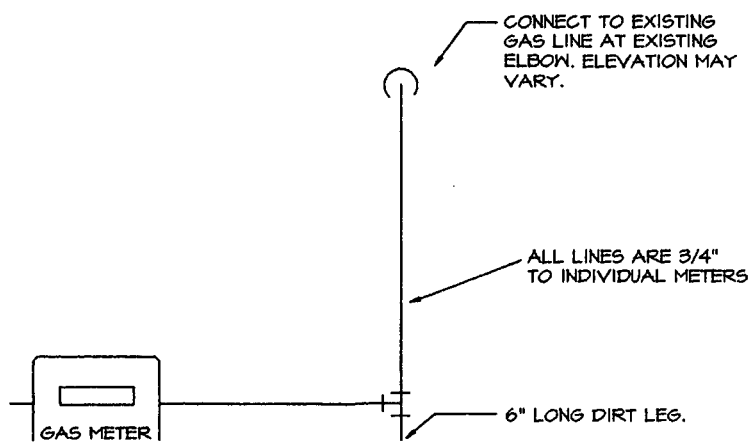


MULTIPLE GAS M



SINGLE GAS METER SETTING

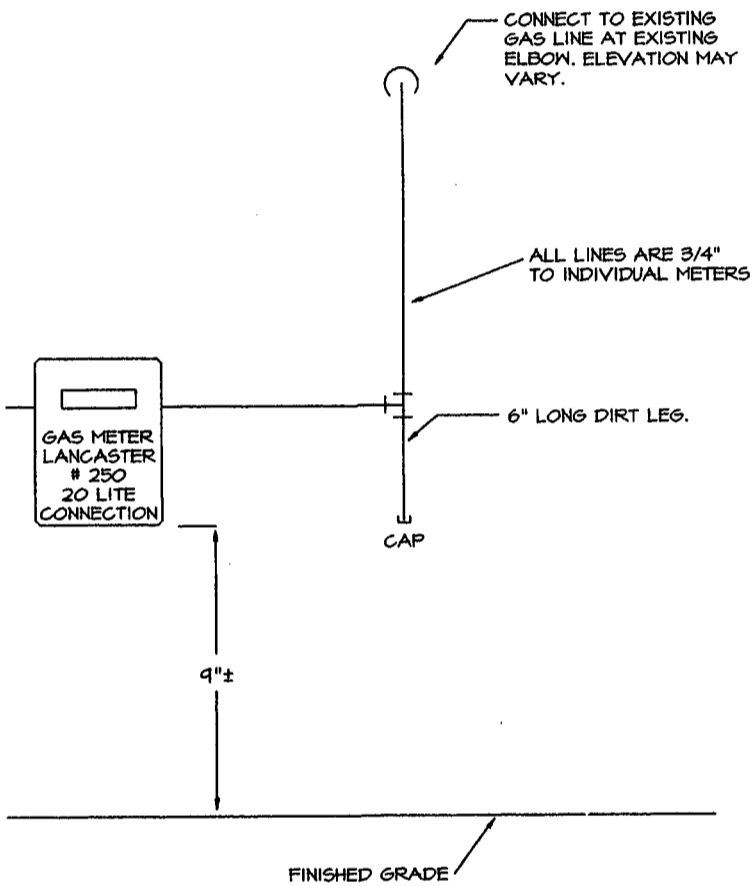
NOT TO SCALE



TO CURB VALVE

SINGLE GAS METER SETTING

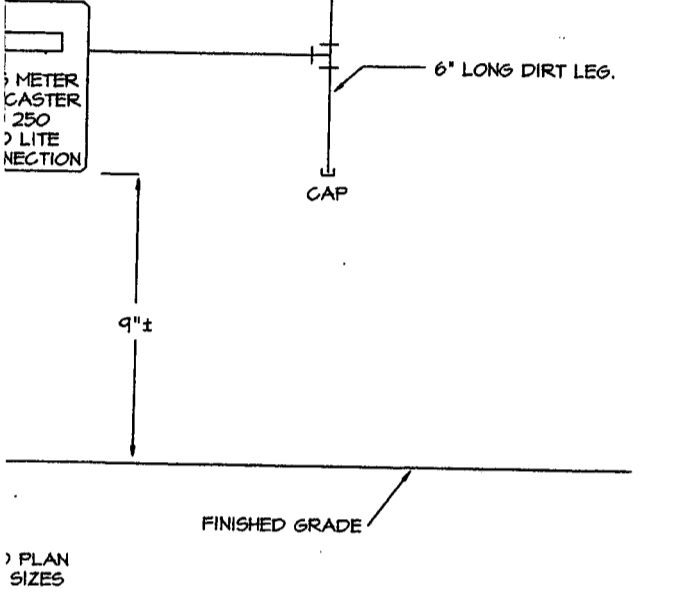
NOT TO SCALE



NOTE:
DUAL METER SETTING SHOWN,
THREE AND FOUR METER SETTINGS
SIMILAR

.AN
ES

SETTING



SETTING

PLAN
SIZES

METER
CASTER
250
LITE
SECTION

CONNECT TO EXISTING
GAS LINE AT EXISTING
ELBOW. ELEVATION MAY
VARY.

ALL LINES ARE 3/4"
TO INDIVIDUAL METERS

6" LONG DIRT LEG.

CAP

9"±

FINISHED GRADE

SERVICE DETAILS

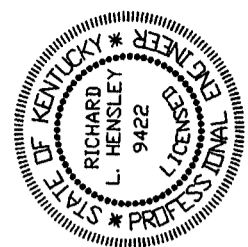
HOUSING AUTHORITY

KENTUCKY

Richard L. Hensley, P.E.
 MECHANICAL & ELECTRICAL - CONSULTING ENGINEER
 BUILDING & PROCESS SYSTEM - DESIGN, TESTING and EVALUATION
 591 Avenstoke Road Waddy, Kentucky 40076
 (502) 223-2912

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R SETTING

Drawing Number:
U-2

Checked By: R.L.H.

Drawn By: R.L.H.

Revisions:

Date: 2 May 2000

GAS SERVICE DETAILS
PARIS HOUSING AUTHORITY
PARIS, KENTUCKY

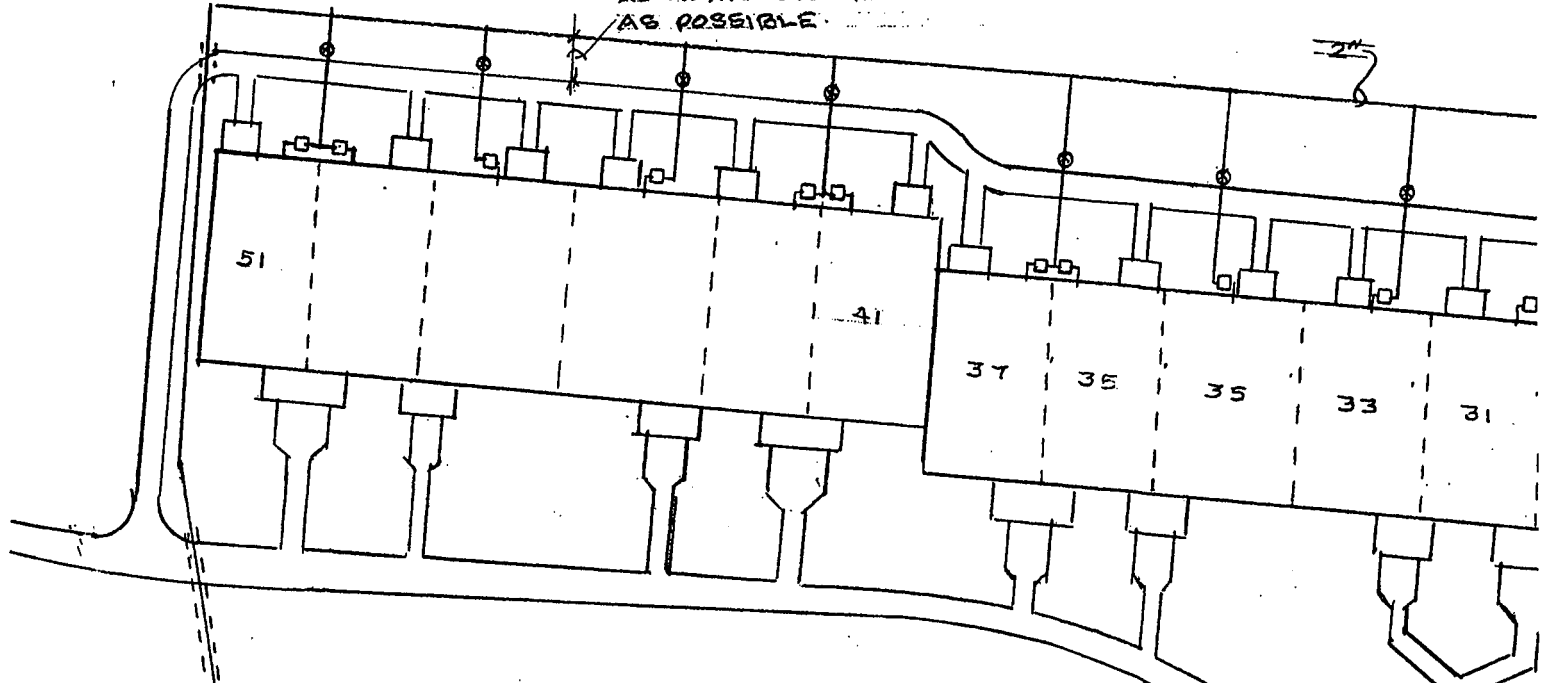
Richard L.
MECHANICAL & ELECTRI
BUILDING & PROCESS SYSTEM
591 Avenstoke Road
(502)

1/21

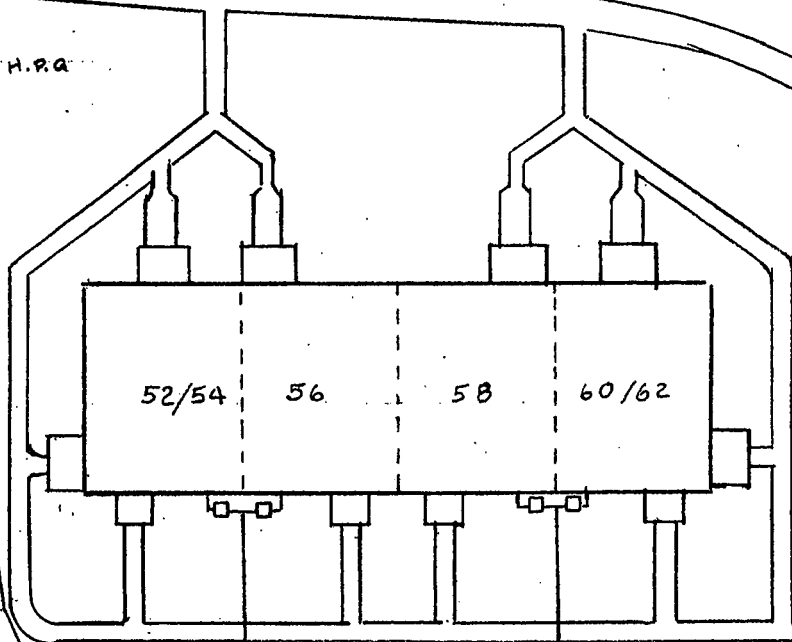
TO
NO:

1/21

AS NEAR SIDEWALK
AS POSSIBLE



2" H.P.P.

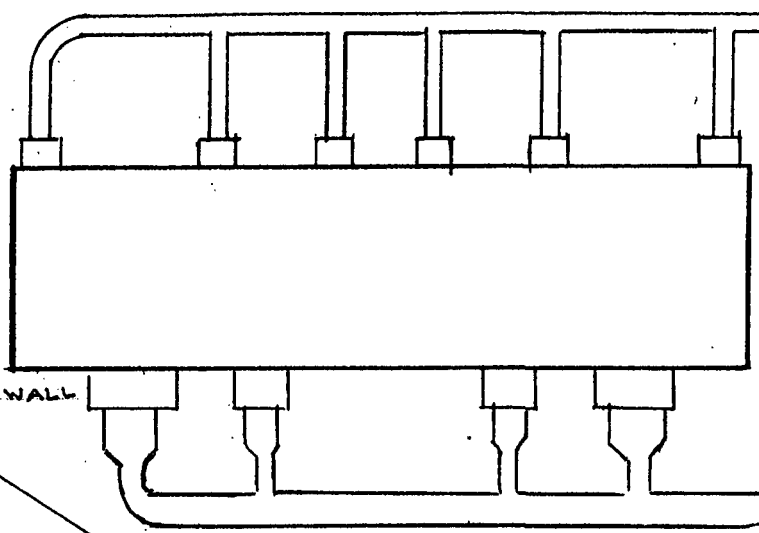


1/4"

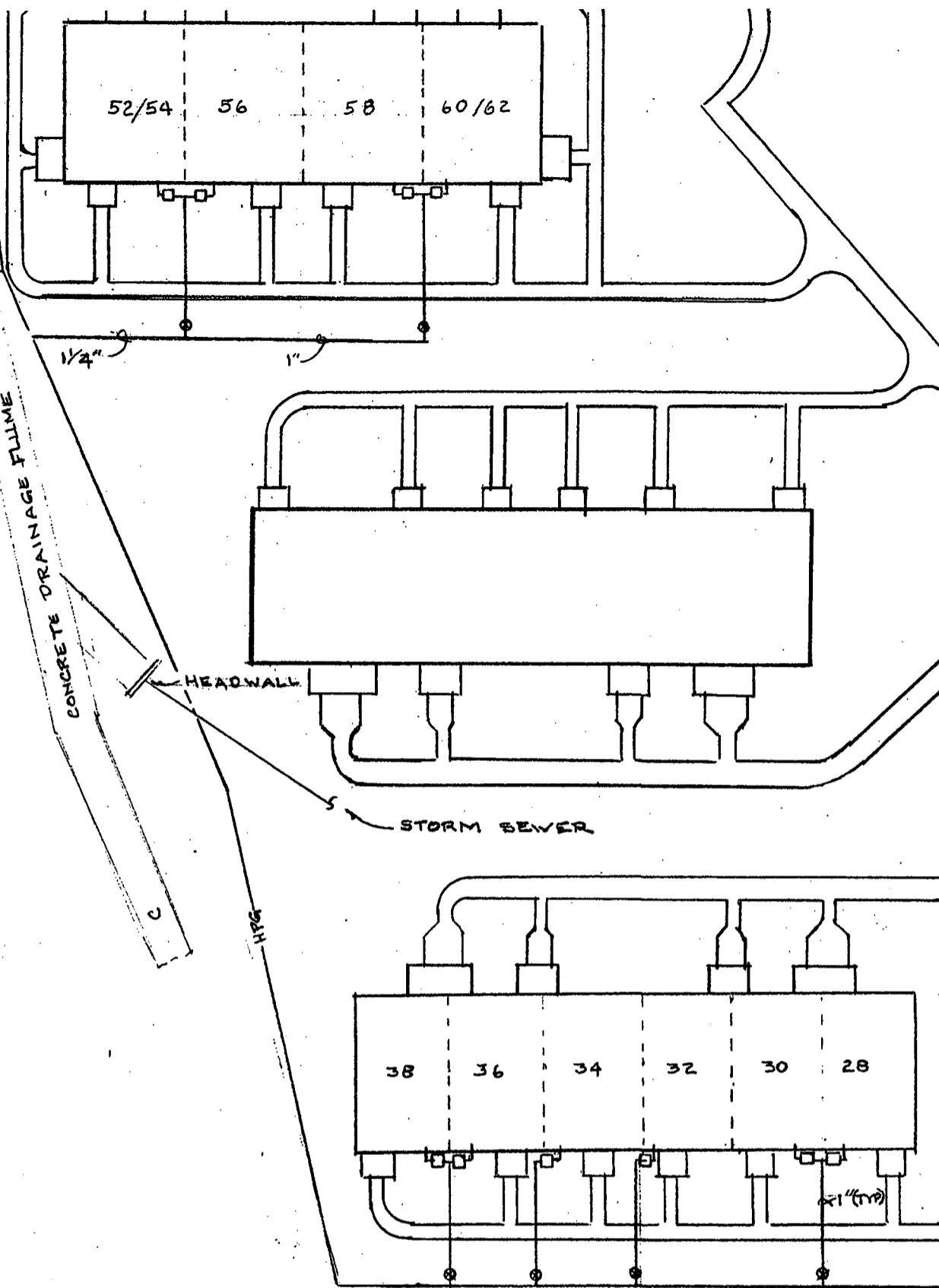
1"

CONCRETE DRAINAGE FLUME

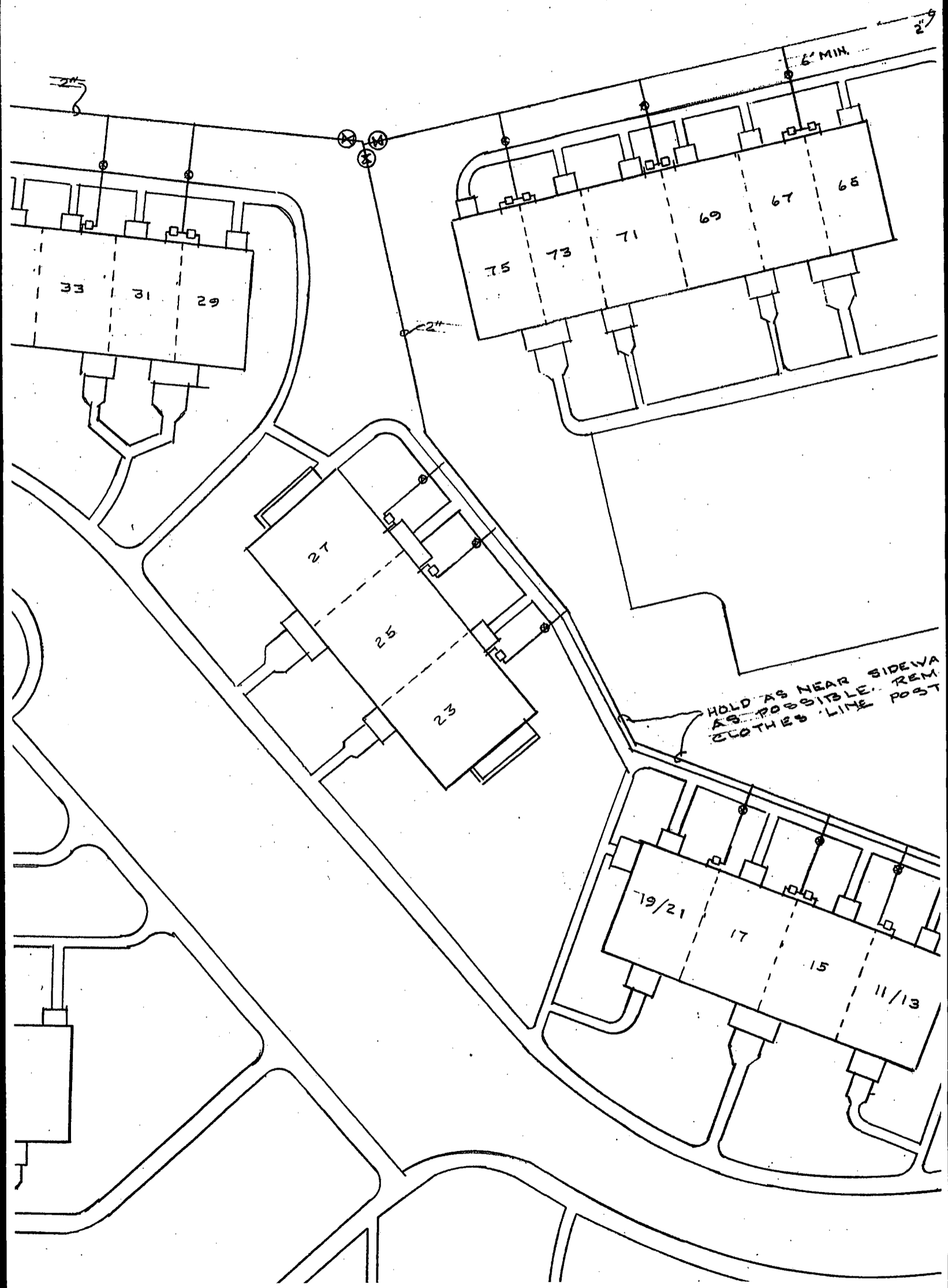
HEADWALL



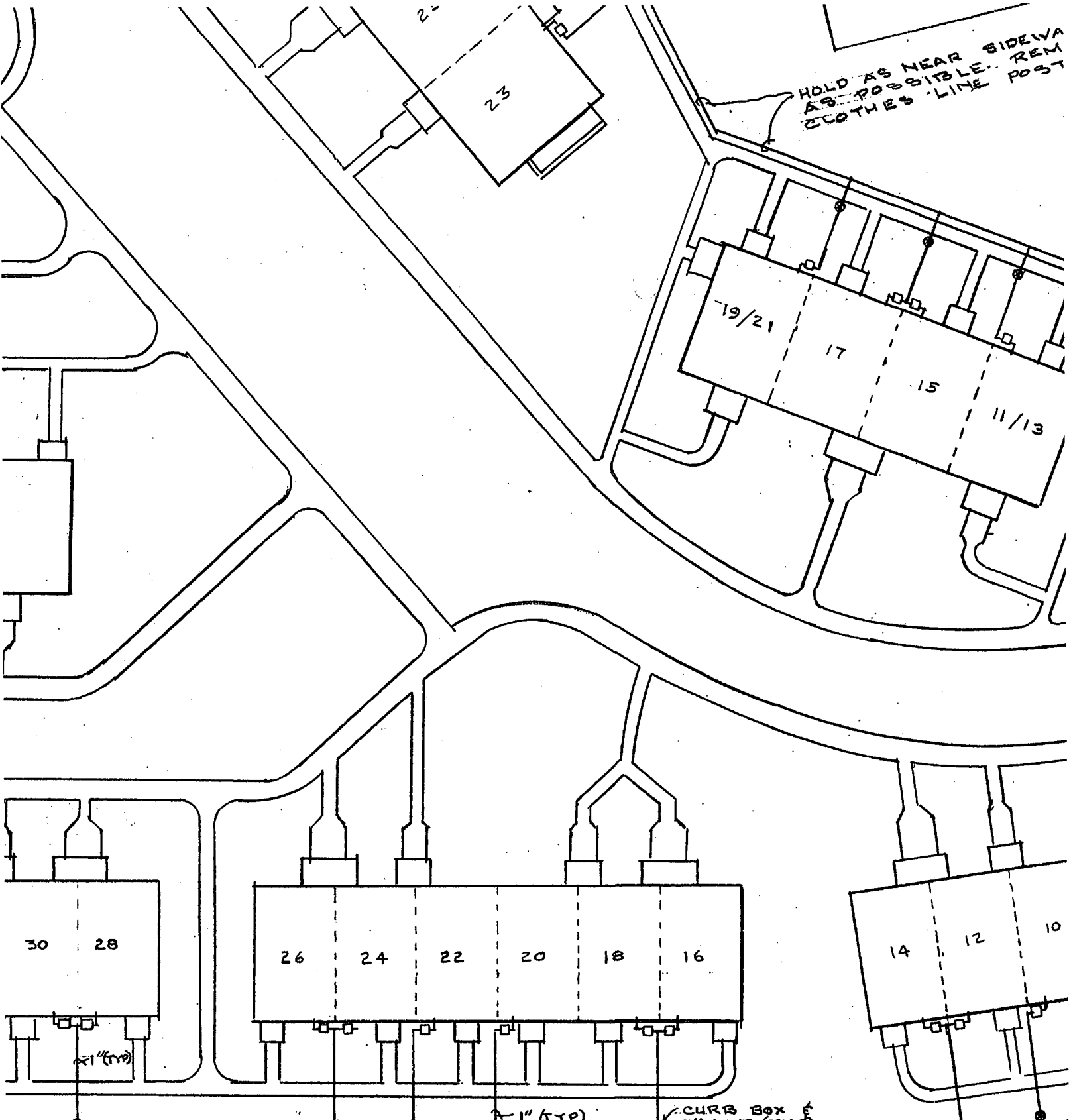
STORM SEWER



ROUTE A,
TO CLEAN
UTILITIES
LINES.



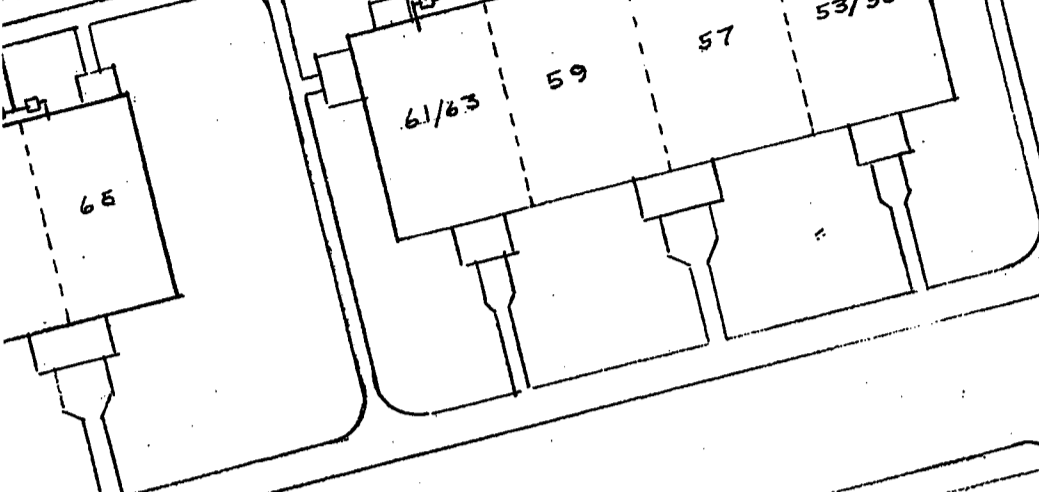
HOLD AS NEAR SIDEWALK AS POSSIBLE. REM. CLOTHES LINE POST



ROUTE GAS LINE TO CLEAR EXISTING UTILITIES & CLOTHES LINES.

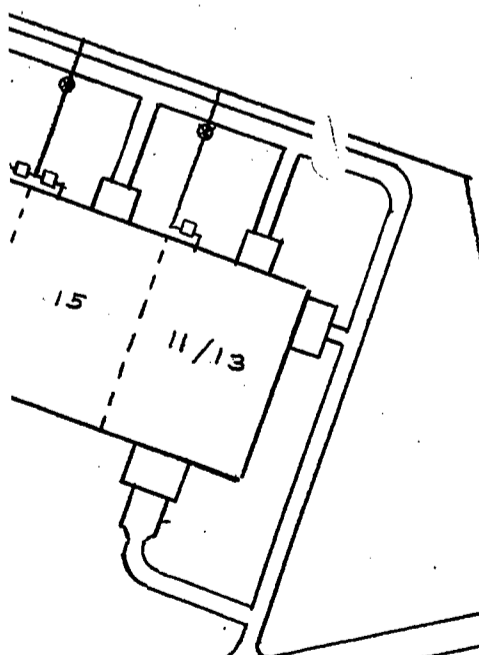
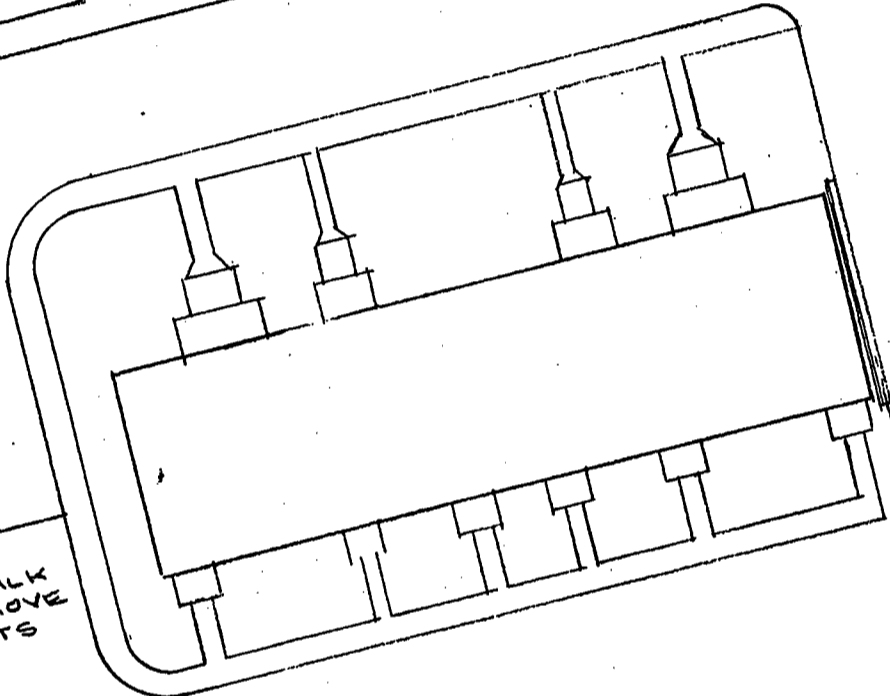
SECTION VALVE

6' MIN.



68

NEAR SIDEWALK
VISIBLE. REMOVE
15' LINE POSTS



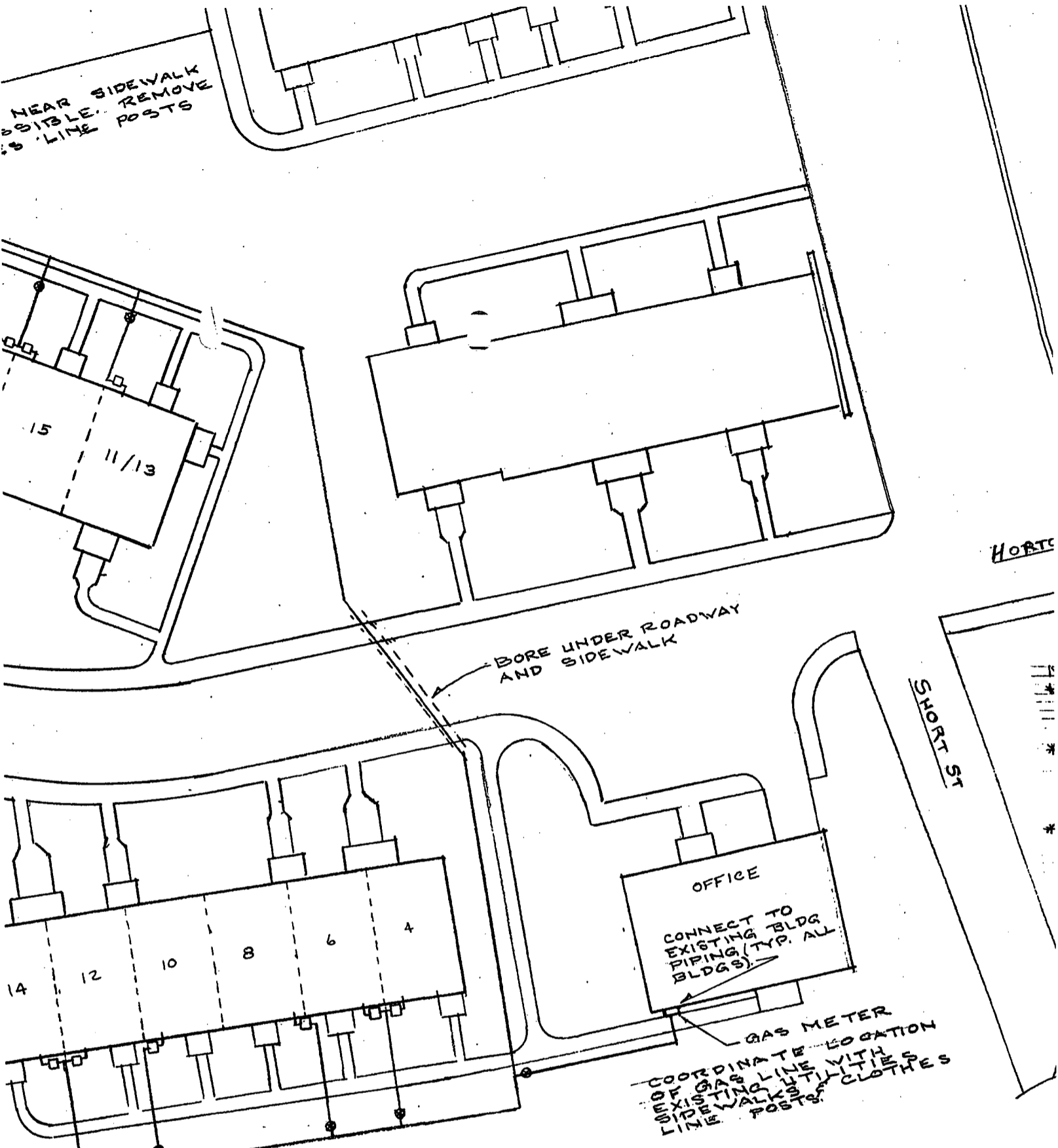
BORE UNDER ROADWAY
AND SIDEWALK

HORTON

SHORT ST

4
*
*
*

NEAR SIDEWALK
VISIBLE. REMOVE
5' LINE POSTS



HORTON

SHORT ST

UTILITY SITE PLAN

SCALE: 1" = 20'

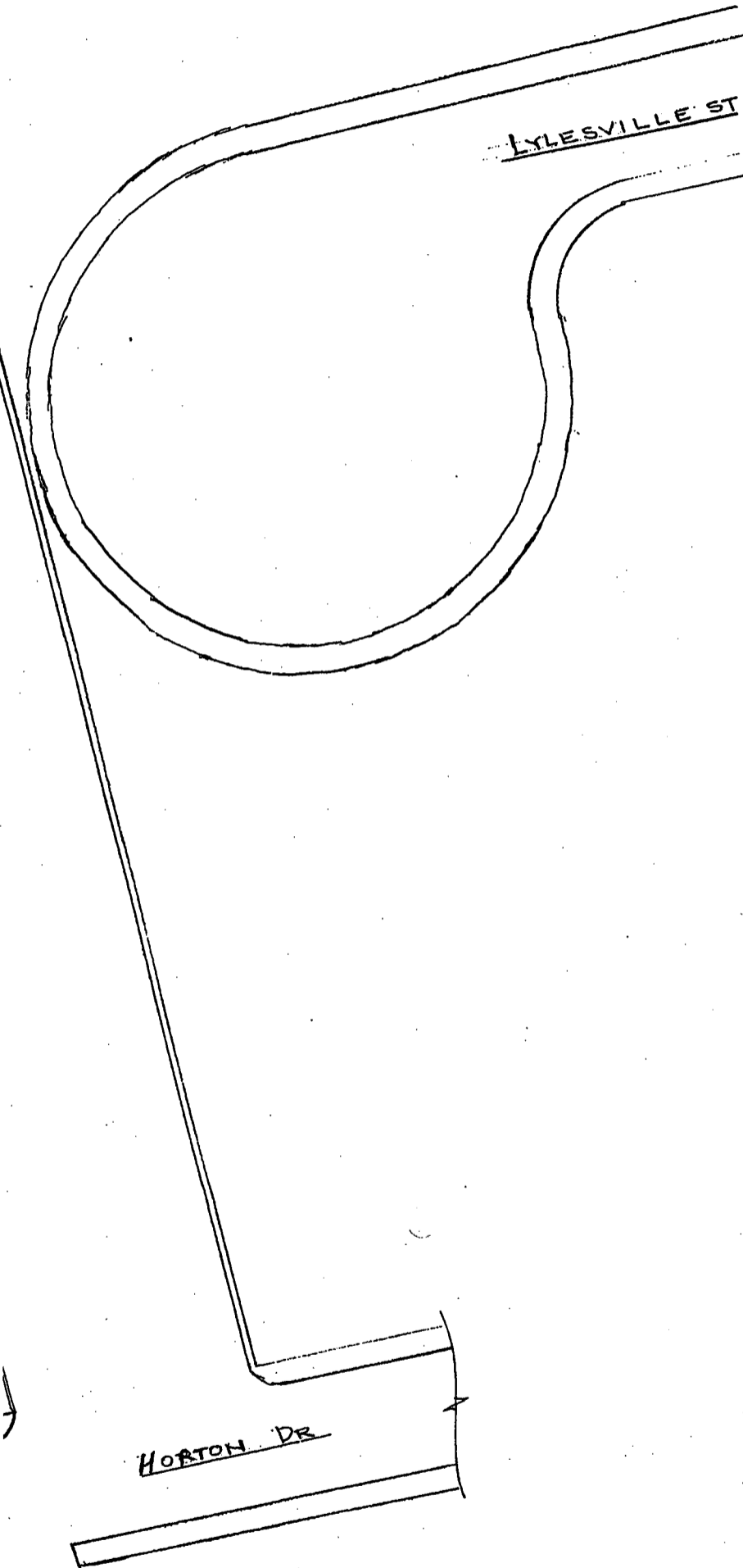
BASE BID PRICE ON FIELD MEASUREMENTS
DO NOT SCALE DRAWING.

SECTION VALVE

SHORT ST

HORTON DR

LYLESVILLE ST



NOTES:

- * CUTTING OF SIDEWALKS & ROADWAY IS PROHIBITED.
- ALL LINES MUST BE BORED.
- * COORDINATE ALL METER LOCATIONS WITH EXISTING GAS ENTRANCES.

SERVICE INSTALLATION

3 HOUSING AUTHORITY

KENTUCKY

Richard L. Hensley, P.E.
MECHANICAL & ELECTRICAL - CONSULTING ENGINEER
BUILDING & PROCESS SYSTEM - DESIGN, TESTING and EVALUATION
 591 Avenstoke Road
 Waddy, Kentucky 40076

(502) 223-2912

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Richard
MECHANICAL & E.
BUILDING & PROCESS
591 Avenstoke Road

GAS SERVICE INSTALLATION

PARIS HOUSING AUTHORITY

PARIS,
KENTUCKY

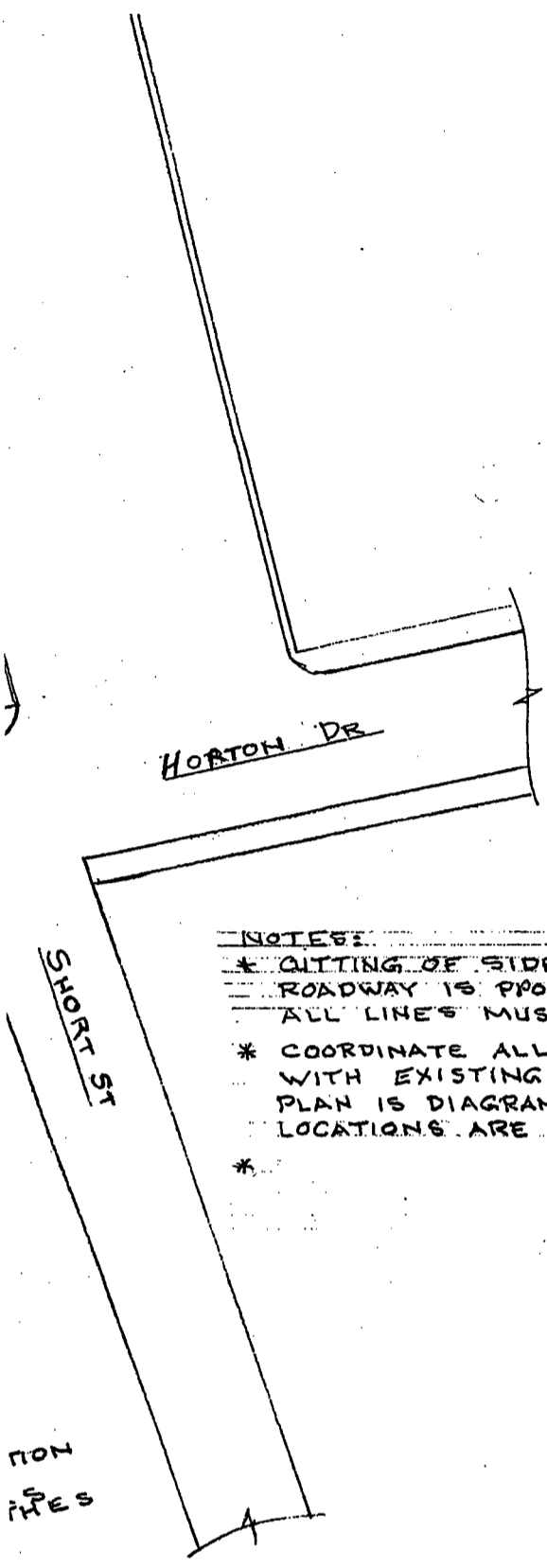
Date: 16 Feb. 2000

Revisions:

Drawn By: R.L.H.

Checked By: R.L.H.

Drawing Number:
U-1



- NOTES:
- * CUTTING OF SIDEWALKS & ROADWAY IS PROHIBITED.
 - * ALL LINES MUST BE BORED.
 - * COORDINATE ALL METER LOCATIONS WITH EXISTING GAS ENTRANCES. PLAN IS DIAGRAMMATIC, EXACT LOCATIONS ARE BY THE CONTR.
 - *

NON
IS
THE S

7

MENTS

RECEIVED

MAY - 8 2000

PUBLIC SERVICE
COMMISSION

EDWARD E. DOVE
ATTORNEY AT LAW
310 LEXINGTON BUILDING
201 WEST SHORT STREET
LEXINGTON, KENTUCKY 40507

(859) 252-0020
FAX (859) 258-9288

RECEIVED

MAY 9 2000

GENERAL COUNSEL

May 8, 2000

Hon. James R. Goff
Public Service Commission
211 Sower Boulevard
Post Office Box 615
Frankfort, Kentucky 40602-0615

RE: Housing Authority of Paris
Case No. 1999-459

Dear Jim:

This letter is to request an extension on the bid process. As you may know, our Engineer was ill during much of the Spring. We received the final specifications for the project on or about May 4, 2000. The final specifications were mailed to your office on May 5, 2000. The bids are going to be published in the next local newspaper. The bid process must stay open twenty-one (21) days pursuant to Federal Regulations. This delay may put the Housing Authority behind in the schedule that was submitted to the Commission.

The Housing Authority has attempted in good faith to comply with our agreement. If you feel that this short delay will be a problem, please advise me, and I will file a formal motion. If you are satisfied that we are proceeding expeditiously and correctly, please let me know also. The Housing Authority is in no way attempting to delay their obligations under the PSC Order.

I look forward to hearing from you.

Sincerely,



Edward E. Dove

cc: Anna Preston Vance
ED/sam/haop/letter26



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION
211 SOWER BOULEVARD
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

CERTIFICATE OF SERVICE

RE: Case No. 1999-459
HOUSING AUTHORITY OF PARIS

I, Stephanie Bell, Secretary of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the following by U.S. Mail on April 28, 2000.

Parties of Record:

Anna Preston H. Vance
Executive Director
Housing Authority of Paris
#2 Horton Drive
P. O. Box 468
Paris, KY. 40361

Honorable Edward E. Dove
Attorney for Housing Authority of
Paris
310 Lexington Building
201 West Short Street
Lexington, KY. 40507

Stephanie D. Bell

Secretary of the Commission

SB/hv
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

HOUSING AUTHORITY OF PARIS)
)
 _____) CASE NO. 99-459
)
 ALLEGED VIOLATIONS OF)
 ADMINISTRATIVE REGULATION)
 807 KAR 5:022)

O R D E R

The Housing Authority of Paris ("HA of Paris") is a master meter system operator that receives natural gas from the Columbia Gas of Kentucky system. HA of Paris is subject to the safety jurisdiction of the Commission, pursuant to KRS 278.040 and KRS 278.495. HA of Paris is also subject to Commission jurisdiction under the authority of and in compliance with federal pipeline safety laws, 49 U.S.C. § 60101, *et seq.*, and the regulations of 49 CFR 189-199. Violations of these safety standards by any entity subject to the jurisdiction of the Commission shall subject said entity to the penalty provisions of KRS 278.992(1).

Pursuant to these statutes and 49 CFR 189-199, the Commission promulgated Administrative Regulation 807 KAR 5:022. Commission Staff has submitted to the Commission a Comprehensive Inspection Report, dated October 13, 1999, in which Commission Staff alleges that there are low or no driving potential readings on some sections of the steel pipe system of HA of Paris, a violation of 49 CFR 192.465, 192.491, and 807 KAR 5:022, Section 10(9)(d).

Based on its review of the Comprehensive Inspection Report, the Commission issued an Order to HA of Paris to appear before the Commission on February 8, 2000 to show cause why HA of Paris failed to comply with Administrative Regulation 807 KAR 5:022. Prior to that hearing, HA of Paris filed a response and requested (and was granted) an informal conference on January 10, 2000. On February 1, 2000, HA of Paris filed a supplemental response describing the status of the replacement of its natural gas system. Commission Staff and HA of Paris entered into a Settlement Agreement as follows:

1. There are no further facts to be submitted to the Commission concerning the violations cited herein, and HA of Paris has waived its right to a public hearing on said violations.

2. HA of Paris agrees to the imposition of a civil penalty of \$250 for the violation of 49 CFR 192.465(d) and 807 KAR 5:022, Section 10(9)d, failure to remedy the low driving potential readings.

3. HA of Paris agrees to file with the Commission a copy of the project plans, bid proposals, contract with successful bidder, and the as-completed plans for the project, as they become available.

The Commission finds that HA of Paris, by its Executive Director, Anna Vance, has made every effort to bring its facilities in compliance with safety regulations and has secured funding to have the system replaced. The cooperation of HA of Paris and the prompt efforts of HUD to fund the necessary remedial measures for this system are to be considered by the Commission in its assessment of any penalty.

On April 11, 2000, HA of Paris filed a supplemental response to its filing of January 28, 2000, stating that it will solicit bids for contract work until April 12, 2000. HA of Paris will then have 14 days to review the bids and issue a "notice to proceed." HA of Paris will require the successful contractor to begin work immediately thereafter and to complete the contract within 120 days, barring unforeseen circumstances.

The Commission makes the following findings:

1. HA of Paris is in violation of 807 KAR 5:022, Section 10(9)(d).
2. HA of Paris is subject to be assessed, pursuant to KRS 278.990(1), a civil penalty not to exceed \$25,000, but HA of Paris's cooperation and assistance in this case has been taken into consideration.
3. HA of Paris has filed a copy of the project plans with the Commission.
4. The Settlement Agreement, dated February 18, 2000, is in accordance with the law, does not violate any regulatory principle, results in a reasonable resolution of this case, and is in the public interest.

IT IS THEREFORE ORDERED that:

1. The Settlement Agreement, appended hereto, is incorporated into this Order as if fully set forth herein.
2. HA of Paris is assessed a civil penalty of \$250 for the violation of Administrative Regulation 807 KAR 5:022, Section 10(9)(d).
3. Within 10 days of the date of this Order, HA of Paris shall pay to the Commonwealth of Kentucky the sum of \$250. This payment shall be in the form of a cashier's check made payable to "Treasurer, Commonwealth of Kentucky," and shall be

mailed or delivered to the Office of General Counsel, Public Service Commission, 211 Sower Boulevard, Post Office Box 615, Frankfort, Kentucky 40602.

4. HA of Paris shall comply with the following:
 - a. On or before May 5, 2000, HA of Paris shall file copies of the bid proposals;
 - b. Within 30 days after completion of the project, HA of Paris shall file copies of the contract with the successful bidder and as-completed plans for the project;
 - c. Within 30 days of the date of this Order, HA of Paris shall file a copy of the system operation and maintenance plan;
 - d. Upon abandonment of any part of the HA of Paris system, HA of Paris shall report to the Commission actions taken as required by 807 KAR 5:022, Section 14(15)(b).

Done at Frankfort, Kentucky, this 28th day of April, 2000.

By the Commission

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE
KENTUCKY PUBLIC SERVICE COMMISSION

IN CASE NO. 99-459

DATED 4/28/2000

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

HOUSING AUTHORITY OF PARIS)
)
 _____) CASE NO. 99-459
)
 ALLEGED VIOLATION OF)
 ADMINISTRATIVE REGULATION)
 807 KAR 5:022)

SETTLEMENT AGREEMENT

THIS AGREEMENT is made and entered into this February 18, 2000, by and between the STAFF OF THE PUBLIC SERVICE COMMISSION OF KENTUCKY ("Commission Staff") and HOUSING AUTHORITY OF PARIS ("HA of Paris").

WITNESSETH:

WHEREAS, on January 10, 2000, an informal conference was held between Commission Staff and representatives of HA of Paris for the purpose of discussing matters to aid in the disposition of this proceeding; and

WHEREAS, HA of Paris did not contest the violations as contained in the Commission's Order of November 17, 1999; and

WHEREAS, HA of Paris filed a Response to the Order of November 17, 1999, and requested an informal conference with Commission Staff. The informal conference was held on January 10, 2000, pursuant to Commission Order; and

WHEREAS, at the informal conference, HA of Paris informed Commission Staff that it intends to replace the present distribution system and has funds for that purpose; and

WHEREAS, HA of Paris has filed a supplemental response to its December 2, 1999 response, setting out a schedule of events for the planning, bidding, and construction of a gas system.

NOW, THEREFORE, based upon negotiations between HA of Paris and Commission Staff, it is agreed that:

1. There are no further facts to be submitted to the Commission concerning the violations cited herein and HA of Paris has waived its right to a public hearing on said violations.

2. HA of Paris agrees to the imposition of a civil penalty of \$250 for the violation of 49 CFR 192.465(d) and 807 KAR 5:022, Section 10(9)(d), low pipe-to-soil readings.

3. HA of Paris agrees to file with the Commission a copy of the project plans; bid proposals, contract with successful bidder, and as-completed plans for the project, as they become available.

4. HA of Paris agrees to pay \$250, by cashier's check, to the Kentucky State Treasurer, as the Commission shall order.

5. HA of Paris agrees to file with the Commission a copy of its maintenance and operations plan.

6. This settlement agreement is subject to the approval of the Public Service Commission ("PSC").

7. If the PSC fails to adopt this agreement in its entirety, HA of Paris reserves the right to withdraw from it and to proceed to a hearing. In such event, none of the matters contained in this settlement agreement shall be binding on any of the parties.

8. If the settlement is adopted in its entirety by the PSC, this settlement shall constitute a final adjudication of the show cause proceeding without the need for any additional hearing.

9. If the settlement agreement is accepted by the PSC, the parties agree not to request rehearing or to file an appeal of the order to the Franklin Circuit Court.

HOUSING AUTHORITY OF PARIS

By: Edward E. Dore for Housing Authority of Paris

James R. Goff
James R. Goff
Staff Attorney, Public Service Commission of Kentucky

COMMONWEALTH OF KENTUCKY

PUBLIC SERVICE COMMISSION

IN RE THE MATTER OF:

HOUSING AUTHORITY OF PARIS

ALLEGED VIOLATION OF
ADMINISTRATIVE REGULATION
807 KAR 5:022

RECEIVED

APR - 5 2000

PUBLIC SERVICE
COMMISSION

CASE NO. 99-459

SUPPLEMENTAL RESPONSE OF
HOUSING AUTHORITY OF PARIS

Comes now the Housing Authority of Paris, by and through Counsel, pursuant to the request of the Commission, and supplements their Response dated January 28, 2000.

Supplemental Response 1: The Housing Authority has attached the plans and specifications for the work that was agreed and required to perform by the Housing Authority on the gas lines.

Supplemental Response 2: The Housing Authority will solicit bids for the contract to perform the work until April 21, 2000. The bid process must be open for twenty-one (21) days pursuant to federal regulation.

The Housing Authority will have fourteen (14) days to review the bids and issue a notice to proceed. The Housing Authority will require the accepted contractor to begin work immediately.

Supplemental Response 3: The Housing Authority will require by contract that the work be completed within one hundred and twenty (120) days unless unforeseen circumstances intervene.

Respectfully submitted,



HON. EDWARD E. DOVE
201 West Short Street
310 Lexington Building
Lexington, Kentucky 40507

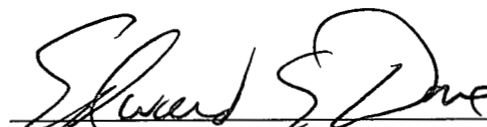
CERTIFICATE OF SERVICE

This certifies that a true copy of the foregoing pleading was mailed to the following on this the 4th day of April, 2000.

Hon. James R. Goff
Public Service Commission
730 Schenkel Lane
P.O. Box 615
Frankfort, Kentucky 40602

Original to:

Helen Helton
Executive Director
Public Service Commission
730 Schenkel Lane
P.O. Box 615
Frankfort, Kentucky 40602



HON. EDWARD E. DOVE

ED/sam/haop/supplemental response

**SPECIFICATION INDEX
MECHANICAL & ELECTRICAL**

DIVISION 15000 - MECHANICAL

- Section 15010 - General Provisions - Mechanical
15020 - Cutting, Patching and Repairing
15025 - Excavation, Trenching, Backfilling and Grading
15045 - Scope of the Mechanical Work
15426 - Gas Piping and Associated Equipment

Division 15000 - MECHANICAL

Section 15010 - GENERAL MECHANICAL REQUIREMENTS

1.0.0 General

1.1.0 It is the intent of this contract to deliver to the owners a complete new project once work is complete. Although plans and specifications are complete to the extent possible, it shall be the responsibility of the contractors involved to remove and/or relocate or reattach any existing or new systems which interfere with new equipment or materials to be installed by other trades without additional cost to the owner.

1.2.0 The work included in this division consists of the furnishing of all labor, equipment, transportation, excavation, supplies, material and appurtenances and performing all operations necessary for the satisfactory installation of complete and operating gas distribution systems required for the project. Any materials, labor, equipment or services not mentioned specifically herein, or indicated on the drawings, which may be necessary to complete or perfect any part of the mechanical systems in a substantial manner, in compliance with the requirements stated, implied or intended in the drawings and, or specifications, shall be included as part of this contract. It is the intent of this contract to deliver to the owner a new, safe and complete operating system.

1.3.0 In general, and to the extent possible, all work shall be accomplished without interruption of the operation of any existing facility which may be associated with this project.

1.4.0 The contractor shall perform all necessary temporary work during construction.

1.5.0 Work under this section shall conform to all governing codes, ordinances, and regulations of the City, Country, State and/or other Governmental body.

2.0.0 Drawings and Specifications

2.1.0 Contract drawings for work under this section are in part diagrammatic, intended to convey the scope of work and indicate the general arrangement of equipment, ducts, piping and outlets. Insofar as possible, the contractor shall follow these drawings in laying out his work and shall verify spaces in which his work will be installed, indicating to the engineer, in writing, where any conflicts or overlapping of systems occur.

- 2.2.0 Due to the small scale of drawings, it is not intended that all offsets, fittings and accessories be shown. The contractor shall, however, anticipate that additional offsets, fittings and accessories will be required and shall carefully investigate the structural and finish conditions affecting all his work, shall arrange such work accordingly, furnishing such fittings, pipe, traps, valves and accessories as may be required to make a functional installation at no additional cost to the owner.
- 2.3.0 Each contractor shall make all his own measurements in the field and shall be responsible for correct fitting. He shall coordinate this work with all other branches of work in such a manner as to cause a minimum of conflict or delay.
- 2.4.0 The engineer shall reserve the right to make minor adjustments in location of piping, ductwork, equipment, etc., where he considers such adjustments desirable in the interest of concealing work or presenting a better appearance.
- 2.5.0 Where job conditions require reasonable changes in indicated locations and arrangements, proposed departure shall be submitted with detailed drawings to the engineer for approval before any of the proposed work is commenced. All approved departures shall be made at no additional cost to the owner.
- 2.6.0 The drawings are intended to show the approximate location of equipment, piping, ductwork, etc. Dimensions given in figures on the drawings shall take precedence over scaled dimensions and all dimensions, whether given in figures or scaled, shall be verified in the field.
- 2.7.0 Details not shown or specified, but necessary for the proper installation and operation of systems, equipment, materials, etc., shall be included in the work, the same as if specified or indicated.
- 2.8.0 The drawings and the specifications are intended to indicate complete and working systems, unless specifically indicated to the contrary. The work includes the furnishing, installing and connecting of a complete working installation in each case to the full extent set forth in the drawings and herein specified. The contractor shall be responsible for the complete functioning system, unless specifically noted otherwise.
- 2.9.0 The contractor shall familiarize himself with the work of all other trades, general type construction, and the relationship of this work to other sections. He shall examine all working drawings, specifications and conditions affecting his work. The contractor shall visit the premises and thoroughly familiarize himself with all details of the work and working conditions, verify all dimension in the field, and advise the engineer of any discrepancy before performing any work.

3.0.0 Examination of Site and Conditions

3.1.0 Each mechanical contractor shall inform himself of all of the conditions under which the work is to be performed, the site of the work, the structure of the ground, the obstacles that may be encountered, the availability and location of necessary facilities, the availability of utilities and all other relevant matters concerning the work. The bid shall cover all expenses or disbursements in connection with such matters and conditions.

4.0.0 Supervision of the Work

4.1.0 Each contractor shall personally supervise the work for which he is responsible or have a competent superintendent, satisfactory to the engineer, on the project at all times while work is in progress, with full authority to act for him.

5.0.0 Codes, Rules, Permits, Fees, Inspections, Regulations, Etc.

5.1.0 The contractor shall give all necessary notices, obtain and pay for all permits, government sales tax, fees, inspections and other costs, including all utility connections, where applicable, in connection with his work; file all necessary plans, prepare all documents and obtain all necessary approvals of all governmental departments and, or the appropriate municipality or utility company having jurisdiction, whether indicated or specified or not. He shall also obtain all required certificates of inspection for his work and deliver same to the engineer before request for acceptance and final payment for the work. Ignorance of Codes, Rules, Regulations, Laws, etc. shall not relieve the mechanical contractor of responsibility for compliance. Each contractor shall also be versed in all Codes, Rules and Regulations pertinent to his part of the work prior to submission of a proposal.

5.2.0 Each mechanical contractor shall include in his work, without extra cost to the owner, any labor, materials, services, apparatus and drawings in order to comply with all applicable codes, laws, ordinances, rules and regulations, etc., whether or not shown on drawings and/or specified. Where minimum code requirements are exceeded in the design, the design shall govern.

5.3.0 All material and equipment for the electrical portion of the mechanical systems shall bear the approval label of, or shall be listed by an independent testing laboratory.

5.4.0 The mechanical contractor shall insure that his work is accomplished in accordance with current OSHA and NIOSH Standards.

- 5.5.0 Material, appliances and equipment shall conform to latest standards of:
- a) American National Standards Institute
 - b) American Society of Mechanical Engineers
 - c) American Society of Testing and Materials
- 5.6.0 Work shall be in accordance with the applicable codes and regulations including, but not limited to the following:
- a) National Fire Protection Association
 - b) National Electrical Code
 - c) ASME Unfired Pressure Vessel Code, Sec. VIII
- 6.0.0 Materials and Workmanship
- 6.1.0 All mechanical equipment, materials and articles incorporated in the work shall be new and of comparable quality to that specified. All workmanship shall be first-class and shall be performed by mechanics skilled and regularly employed in their respective trades. Each contractor shall determine that the equipment he proposes to furnish can be brought into the building(s) and installed within the space available. In certain cases, it may be necessary to remove and replace walls, floors and/or ceilings and this work shall be the responsibility of the contractor installing the equipment. All equipment shall be installed so that all parts are readily accessible for inspection, maintenance, replacement of filters, etc.. Extra compensation will not be allowed for relocation of equipment for accessibility or for dismantling equipment to obtain entrance into the building(s). Insure, through coordination, that no other contractor seals off access to space required for equipment, materials, etc.
- 6.2.0 Materials and equipment, where applicable, shall bear the seal of an approved independent testing laboratory where such standards have been established.
- 6.3.0 All equipment shall bear the manufacturer's name and address.
- 7.0.0 Cooperation and Coordination with Other Trades
- 7.1.0 The contractor shall give full cooperation to other trades and shall furnish in writing to the general contractor, with copies to the engineer any information necessary to permit the work of all trades to be installed satisfactorily and with the least possible interference or delay.

8.0.0 Maintenance of Existing Facilities

8.1.0 Where work involves an existing facility, unless otherwise stated in the contract documents, the owner shall retain occupancy of the facility during this construction. It is, therefore, imperative for the contractor to take all necessary precautions for the safety of the owner's personnel and for the public. In addition, blockage of roadways and other access to the facility shall be limited to brief periods only and must be closely coordinated with the owner. The contractor shall provide all necessary barricades and traffic control.

9.0.0 Definitions

9.1.0 "Furnish" - Furnished by the contractor, installed by others.

9.2.0 "Install" - Installed by the contractor, furnished by others.

9.3.0 "Provide" - Furnished and installed by the contractor.

10.0.0 Cleaning

10.1.0 After completion of all work and before final acceptance of the work, each mechanical contractor shall thoroughly clean all equipment and materials and shall remove all grease, dirt, plaster, temporary labels, stickers and other foreign matter from the exterior of piping, equipment, fixtures and all associated fabrication.

11.0.0 Smoke and Fire Proofing

11.1.0 Each mechanical contractor shall repair and smoke stop all openings made in fire rated walls, chases, ceilings and floors in accordance with all requirements of the applicable Building Codes. Patch all openings around ductwork and piping with appropriate type material to stop smoke at smoke walls and provide fire rating at fire walls and floors. Penetration of four (4) hour rated walls is prohibited.

12.0.0 Weatherproofing

12.1.0 Where any work pierces waterproofed surfaces (all walls, roofs, floors, foundation walls, etc.) including waterproof concrete, the penetration shall be made watertight around the new work to the satisfaction of the general contractor and the architect. The mechanical contractor shall furnish all necessary sleeves, caulking and flashing required to make openings absolutely watertight.

13.0.0 Guards

13.1.0 The mechanical contractor shall provide belt drives and rotating machinery with readily removable guards as approved by OSHA.

END OF SECTION

Division 15000 - Mechanical
Section 15020 - Cutting, Patching and Repairing

- 1.0.0 General
 - 1.1.0 Each Mechanical Contractor shall be responsible for all openings, sleeves, trenches, etc. that he may require in floors, ceilings, walls, etc. and shall coordinate all such work with the Owner or Engineer. Improperly located openings shall be reworked at the expense of the responsible contractor.
 - 1.2.0 The Mechanical Contractor shall be responsible for properly shoring, bracing, supporting, etc. any existing and/or new construction to guard against cracking, settling, collapsing, displacing or weakening while openings are being made. Any damage occurring to the existing and/or new structures, due to failure to exercise proper precautions or due to action of the elements, shall be promptly and properly made good to the satisfaction, of the Architect or Engineer.
 - 1.3.0 All work improperly done or not done at all, as required by the Contractor in this section will be performed by Other at the Owner's option. The cost of this work shall be paid for by the responsible Contractor.
- 2.0.0 Sleeves
 - 2.1.0 Sleeves passing through roofs or exterior walls or where there is a possibility of water leakage and damage shall be caulked water tight for horizontal sleeves and flashed and counter-flashed with lead (4 lbs.) or copper and welded or soldered to piping, lapped over sleeve and properly weather sealed.
 - 2.2.0 Where piping passes thru fire walls and/or rated floor assys. the penetration shall be made in accordance with applicable U.L. standards and recommendations, and shall conform to section 07921 (Fire Barrier Penetration Seals for Walls and Floors) of these specifications.
- 3.0.0 Cutting
 - 3.1.0 No cutting is to be done at points or in a manner that will weaken the structure and unnecessary cutting must be avoided. If in doubt, contact the Architect or Engineer.
 - 3.2.0 Pipe openings in slabs and walls shall be cut with a core drill. Hammer devices will not be permitted. Edges of trenches and large openings shall be scribe cut with a masonry saw.

4.0.0 Patching and Repairing

- 4.1.0 Patching and repairing made necessary by work performed under this division shall be included as a part of the work and shall be done by skilled mechanics of the trade or trades for the work cut or damaged, in strict accordance with the provision herein before specified for work of like type to match adjacent surfaces and in a manner acceptable to the Engineer and Owner.
- 4.2.0 Where portions of existing lawns, shrubs, paving, etc. are disturbed for installation of work of this Division, such items shall be repaired and/or replaced to the satisfaction of the Engineer and Owner.
- 4.3.0 Where the installation of conduit, ducts and piping in walls, floors, or partitions require the removal of any fire stopping (fire rated walls, ceilings, floors, etc.), the space around such conduit, ducts and piping (at any point where fire stopping is removed) shall be tightly filled with approved non-combustible fire insulating materials.
- 4.4.0 Piping passing through floors, ceilings and walls in finished areas unless otherwise specified, shall be fitted with chrome plated brass escpage lengtutcheons of sufficient outside diameter to amply cover the sleeved openings and with an inside diameter to closely fit the pipe around which it is installed.

END OF SECTION

DIVISION 15000 - Mechanical

SECTION 15025 - Excavation, Trenching, Backfilling and Grading

1.0.0 GENERAL

1.1.0 Each Mechanical Contractor's attention is directed to Section 15010, General Provisions, Mechanical and all other contract documents as they may apply to his work.

1.2.0 Each Mechanical Contractor shall include all excavating, backfilling, compaction, grading and related items required to complete his work as shown on the drawings and specified herein or as may be required to complete his installation.

1.3.0 Unless otherwise shown or required, provide separate trenches for sewers, water lines and other underground services, with a minimum of 2 feet of undisturbed earth between trenches.

2.0.0 SUBSURFACE DATA

2.1.0 Materials to be excavated shall be unclassified, and shall include earth, rock, or any other material encountered in the excavating to the depth and extent indicated on the drawings and specified herein. No adjustments in the Contract sum will be made on the account of the presence or absence of rock, shale or other materials encountered in the excavating. This paragraph includes all rock, no extras, whether shown or not.

3.0.0 EXCAVATING

3.1.0 Each Mechanical Contractor shall accept the site as he finds it and remove all trash, rubbish and material from the site prior to starting excavation of his work.

3.2.0 Excavate trenches of sufficient width for proper installation of the work.

3.3.0 The removal of rock shall be accomplished by use of hand or power tools only. Blasting shall not be permitted unless authorized in writing by the Engineer. Any damage to existing structures, exterior services or rock intended for bearing, shall be corrected at the responsible Contractor's expense.

3.4.0 Sheet and brace trenches as necessary to protect workmen and adjacent structures. Comply with local regulations or, in the absence thereof, with the "Manual of Accident Prevention in Construction"; of the Associated General Contractors of America, Inc. and current OSHA Standards. Do not remove sheeting until trench is backfilled sufficiently to protect pipe and prevent injurious caving. When ordered in writing by the Engineer, leave sheeting in place. Cut off such sheeting not to be removed at least 3 feet below finished grade.

3.5.0 Rules and regulations governing the respective utilities shall be observed in executing all work under this heading. Active utilities shall be protected or relocated in accordance with written instructions from the Engineer. Machine excavation shall not be allowed within three (3) feet of existing gas or electric lines. Use only hand tools.

3.6.0 Perform final grading of trench bottoms with hand tools, carry machine excavation only to such depth that soil bearing for pipes and raceways will not be disturbed. Grade the bottom of trenches evenly to insure uniform bearing for all piping and raceways. Cut holes as necessary for joints and joint making.

3.7.0 Keep trenches free from water while construction therein is in progress. Under no circumstances lay pipe or appurtenances in water. Pump or bail water from bell holes to permit proper jointing of pipe. Any pumping of water from this Contractor's trenches which is required during construction shall be included in this Contract.

3.8.0 Use surveyor's level to establish elevations and grades.

3.9.0 Machine excavation shall be held a sufficient distance from foundations and footings. Contractors shall accept full responsibility and pay for repairs and/or replacement of structural members, piping, etc. damaged during excavation.

3.10.0 In no case shall excavation work be accomplished that will damage in any way the new structure, existing structures, equipment, lines, etc. The Contractors shall take the necessary steps to prevent flow of eroded earth by water or landslide onto the property of others, or against the structures. The repair of all such damage or any other damage incurred in the course of excavation shall be borne by the responsible Contractor.

3.11.0 Each Mechanical Contractor shall provide and maintain barricades and temporary bridges around excavations as required for safety. Temporary bridges shall be provided where excavations cross paved areas and walks. The Contractor shall maintain these bridges in a safe and passable condition for all traffic until removal.

3.12.0 Pay particular attention to existing utilities and lines to avoid damage. The locations of existing lines which are indicated on the plans were taken unconfirmed from drawings prepared for previous construction and locations are approximate only. Also, water, gas, electric, storm and sanitary sewer lines and other underground appurtenances, active or abandoned, may not appear on the drawings. It shall be each Mechanical Contractor's responsibility to ascertain the location of all lines and excavate with caution in their area.

4.0.0 BACKFILL

4.1.0 Backfill shall be accomplished with clean, debris free earth. The new earth shall be

tamped at 6" intervals so as to avoid earth sinks along the trench. The responsible Contractor will be required to return to the site and fill any sunken areas along the route of his work.

4.2.0 Backfill for all gas lines shall be four (4) inches of rock chat (or clean rock and debris free soil) on undisturbed soil, excavated as described hereinbefore. Cover pipe in four (4) inch intervals, compacting each layer. Check lines for proper grade and insure that there are no sags or leaks prior to backfilling. Conduct all pressure tests prior to backfilling. Mound trench top slightly to prevent future earth sag. Rake top of mound clear of rocks, clods, etc. and leave neat and even.

4.3.0 Backfill trenches only after all insulation, coatings, wrappings, etc. have been applied.

4.4.0 Backfill trenches only after piping has been inspected and tested.

4.5.0 Backfill trenches only after piping locations have been recorded on the as-built drawings.

4.6.0 The backfill below paved areas and walks shall be brought to proper grade to receive the sub-base and paving. No paving shall be placed on uncompacted fill.

4.8.0 The backfill below sodded or seeded areas shall be brought to within six inches of finished grade. The remaining six inches shall be backfilled with clean top soil.

4.10.0 Unsuitable material and surplus excavated material not required for backfill shall be removed from the site. The location of dump and length of haul shall be the Contractor's responsibility.

4.11.0 Provide and place any additional fill material off the site as may be required for backfill. Fill obtained from off site shall be of kind and quality as specified for backfill and the source approved by the Engineer and shall be brought to the site by the Contractor requiring the fill.

5.0.0 MINIMUM DEPTHS OF BURY (TO TOP OF PIPE)

5.1.0 Domestic water lines 30 inches

5.2.0 Sanitary Lines 24 inches

5.3.0 Natural Gas Lines 18 inches

5.4.0 Fire Protection Lines - 42 inches

6.0.0 BENCH MARKS AND MONUMENTS

6.1.0 Maintain carefully all bench marks, monuments and other reference points. Any reference points disturbed or destroyed, shall be replaced as directed.

END OF SECTION 15025

Division 15000 - Mechanical

Section 15045 - Scope of the Work

1.0.0 General

The work for this project includes all labor, materials, equipment, excavation, backfill and related items required to completely install, test, place in service and deliver to the Owner a complete Gas Distribution system in accordance with the accompanying plans and all provisions of these specifications. The work shall include, but is not limited to the following:

- 1.1.0 All applicable services and work specified in section 15010, including all fees and permits.
- 1.1.2 Approved supervision of the work.
- 1.1.3 One year guarantee of the work.
- 1.1.4 Thorough coordination of the installation to insure that all new work is coordinated with on site conditions and existing work.
- 1.1.5 Procurement of all required inspections and submission of all certificates to the Owner.
- 1.1.6 All excavation, backfill, boring under roadways and sidewalks, cutting, patching, sleeving, concrete work, etc., required to install and connect the gas lines.
- 1.1.7 Demolition as required. Removal of existing gas meters and all valve boxes including sectional boxes when located in the soil. When located in sidewalks or paved areas, valve boxes shall have the covers removed and be filled flush with concrete. (All meters and other equipment removed becomes the property of the contractor and shall be removed from the site.)
- 1.1.8 All gas service equipment including service lines, meter risers and manifolds, meters, pressure regulators, shut-off valves, sectional valves and valve boxes.
- 1.1.9 Restoration of the site including seeding, and replacement of shrubs and trees damaged or removed during the piping installation.
- 1.1.10 Connection of the new gas service to the existing house lines and testing of the system.

1.1.11 The contractor shall provide As Built Drawings.

1.1.12 Tracer wire shall be provide with all piping.

End of Section 15045

Division 15000 - Mechanical

Section 15426 - Gas Piping and Associated Equipment

1.0.0 Gas Piping

1.1.0 Gas Service piping shall conform to ASTM D 2513, Specification for Thermoplastic Gas Pressure Pipe, Tubing and Fittings

1.2.0 The manufacturer name must appear on the Columbia Gas list of approved Manufactures.

1.3.0 The minimum Standard Dimension Ratio for plastic pipe on this project, sizes 3/4" thru 2" shall be SDR 11.

1.4.0 All plastic piping shall be joined by heat-fusion in accordance with the manufacturer's standard approve methods. Fittings shall be of the same type and grade as the plastic pipe to be installed. Fittings shall conform to ASTM Specification D-2513.

1.5.0 Furnish and install gas shutoff valves where shown on the drawings and all necessary valves at gas meter (along with bypass, etc.).

1.6.0 All plastic line shall be traced with a # 14 coated copper trace wire buried adjacent to the piping.

1.7.0 Gas Valves

1.7.1 One-half inch to two inches (1/2" to 2") - Nordstrom poly valve.

1.8.0 Valve Boxes

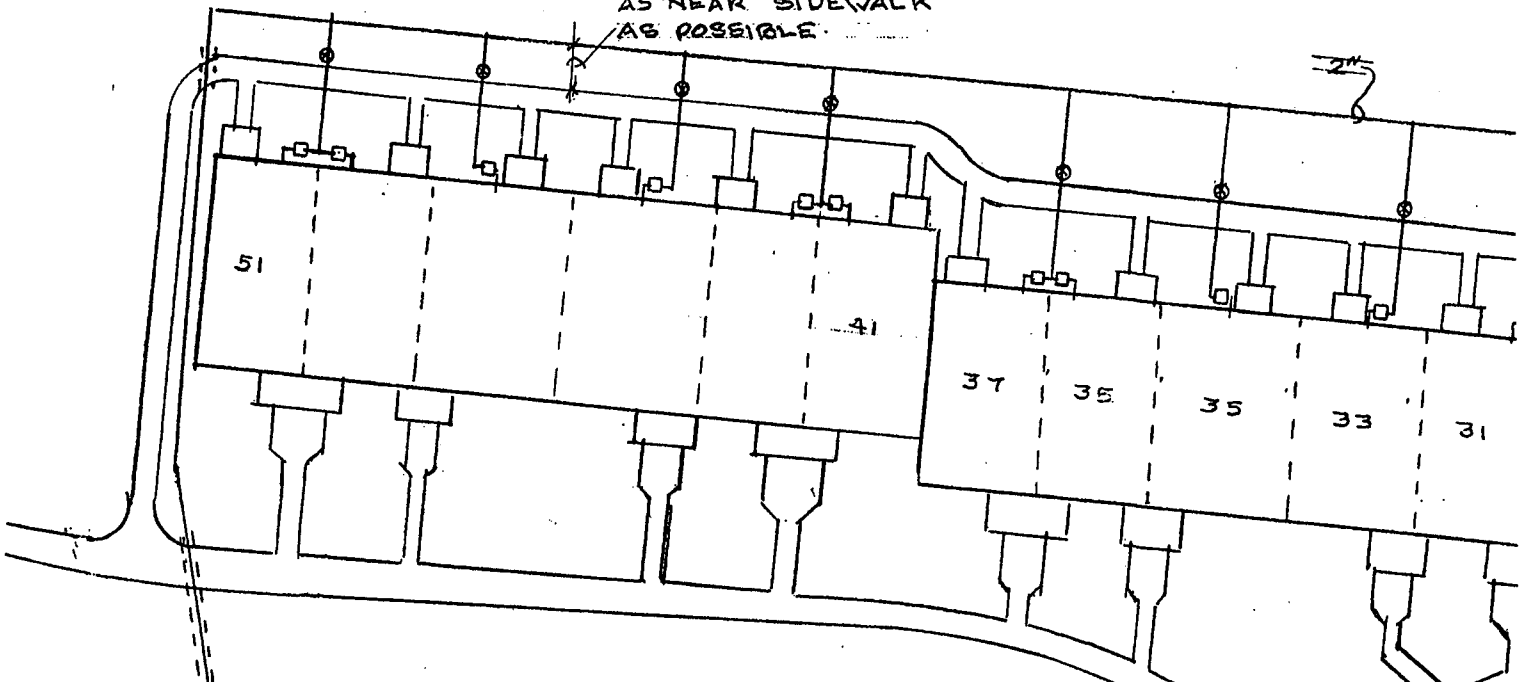
1.8.1 Valve boxes and curb boxes shall be as manufactured by Handly

1.9.0 Risers

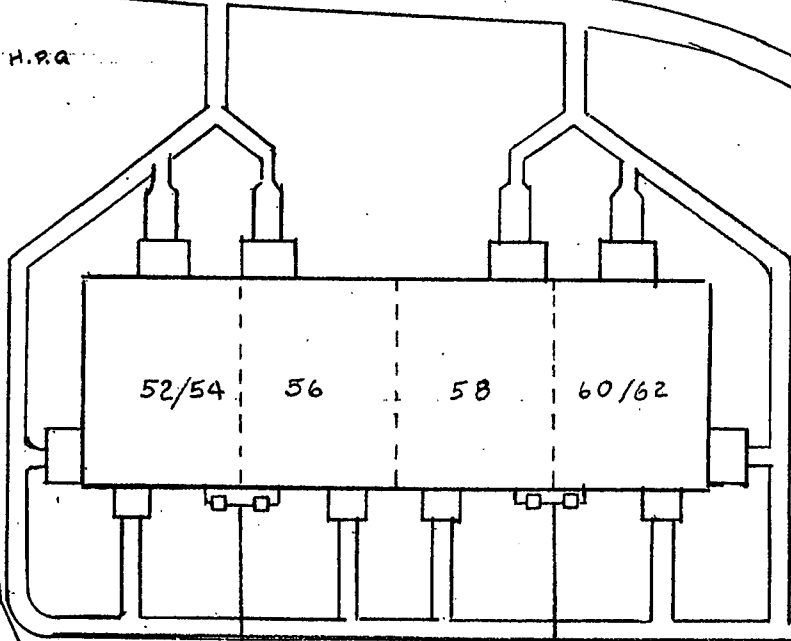
1.9.1 All risers shall be prefabricated, and shall be anodeless risers with a plastic liner pipe and a rigid exterior sheath as manufactured by Flexco.

END of SECTION 15426

AS NEAR SIDEWALK
AS POSSIBLE



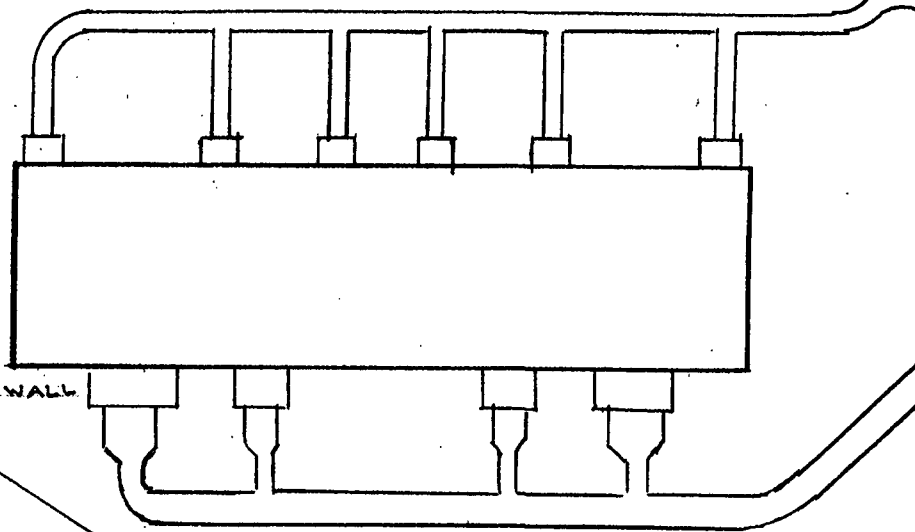
2" H.P.R.



1/2"

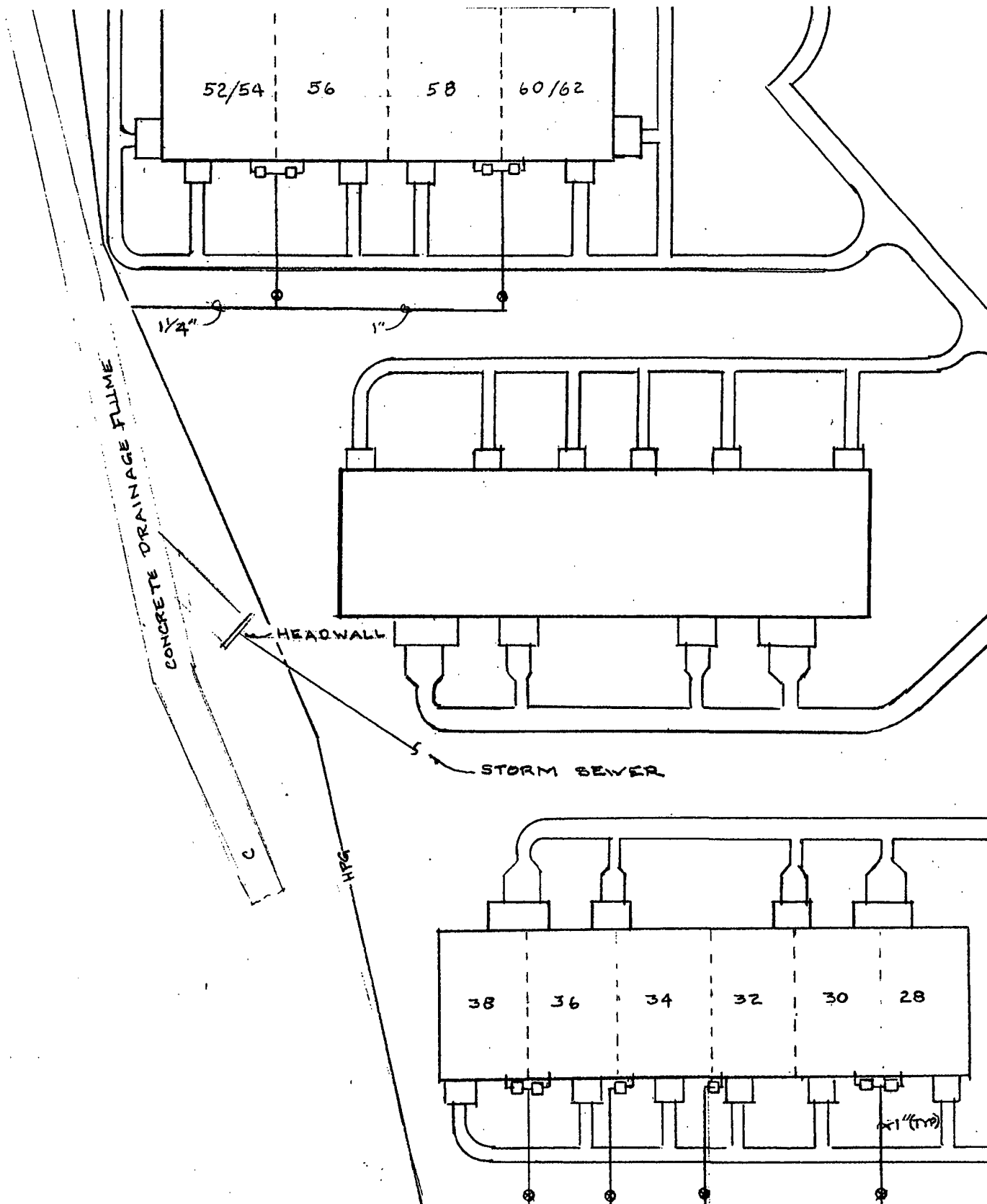
1"

CONCRETE DRAINAGE FLUME



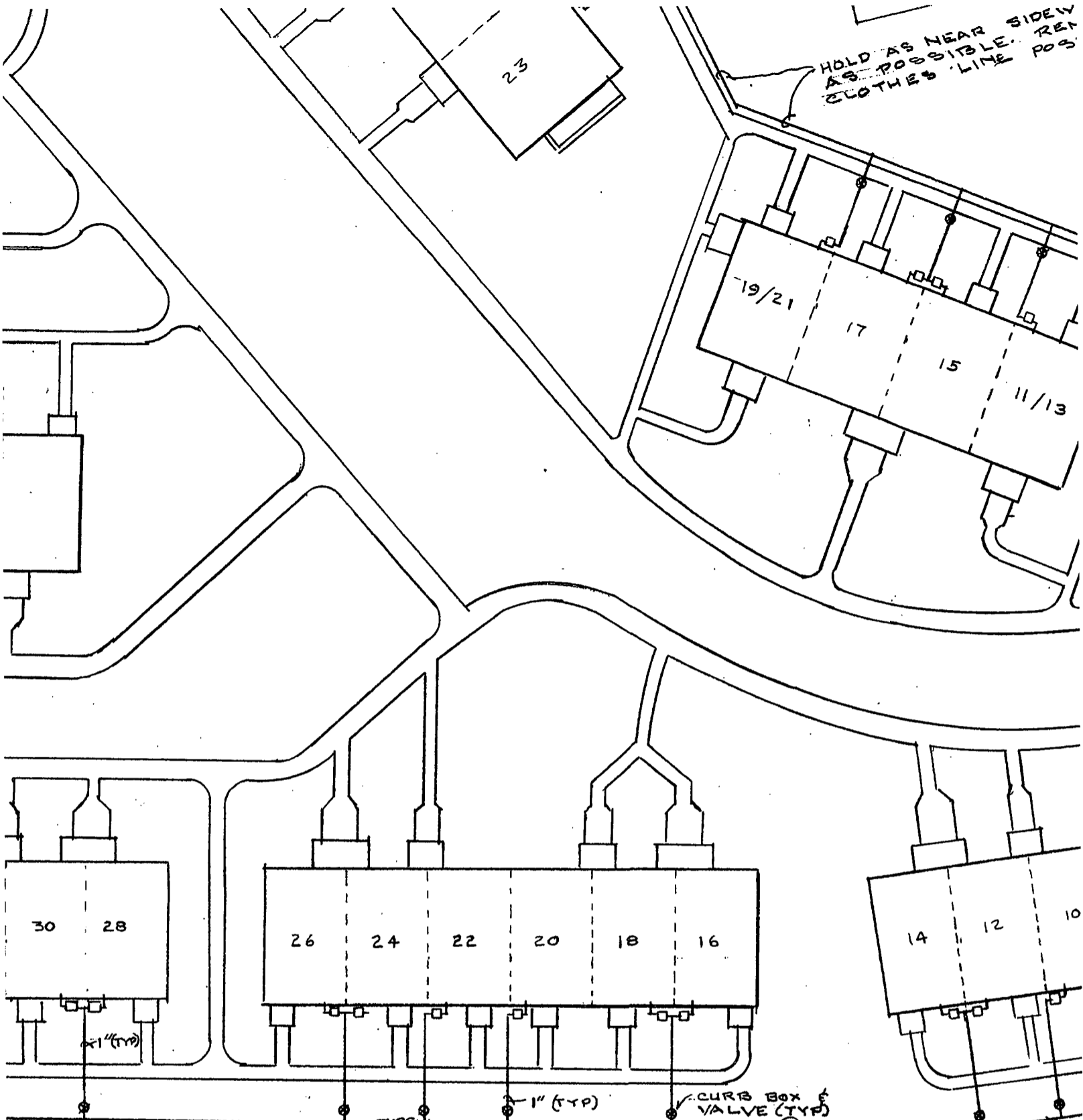
HEADWALL

STORM SEWER



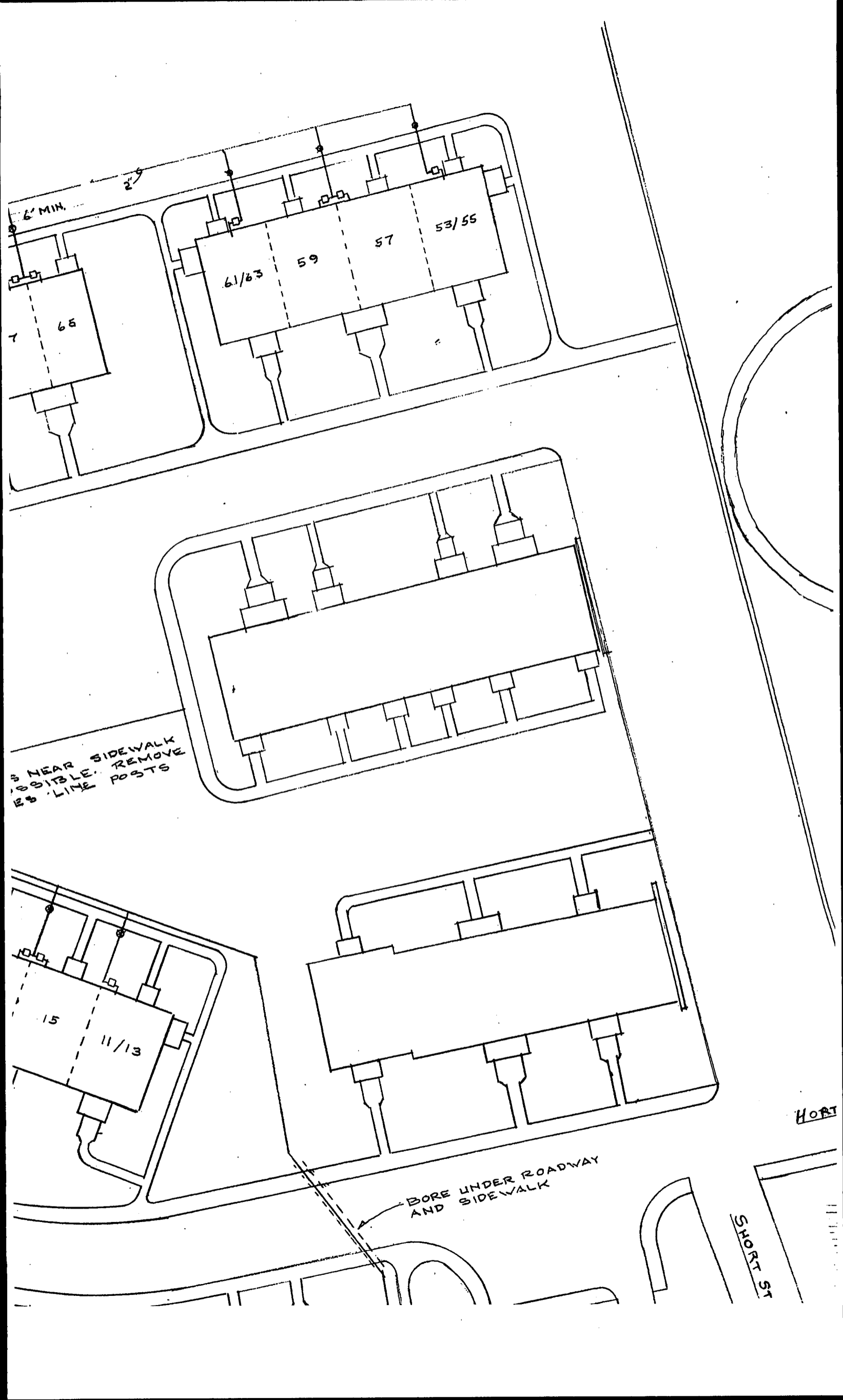
ROUTE A,
TO CLEAN
UTILITIES
LINES.

HOLD AS NEAR SIDEWALK AS POSSIBLE. RET. CLOTHES LINE POS.



ROUTE GAS LINE TO CLEAR EXISTING UTILITIES & CLOTHES LINES.

SECTION VALVE



6' MIN.

68

61/63

59

57

53/55

3 NEAR SIDEWALK
POSSIBLE. REMOVE
23 LINE POSTS

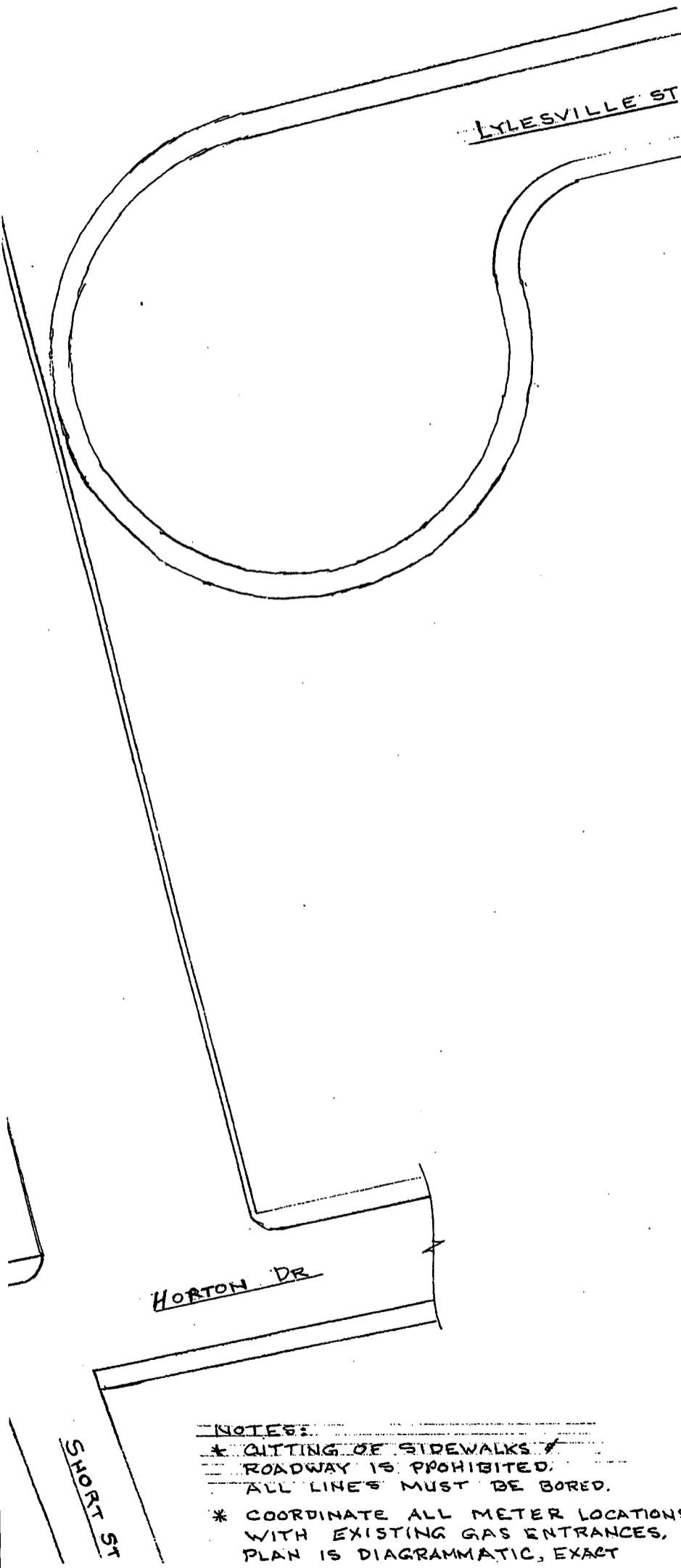
15

11/13

BORE UNDER ROADWAY
AND SIDEWALK

SHORT ST

HORT

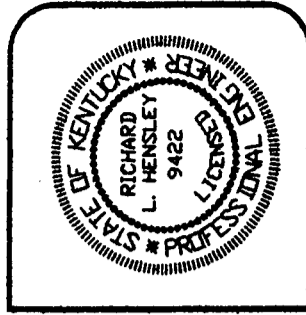


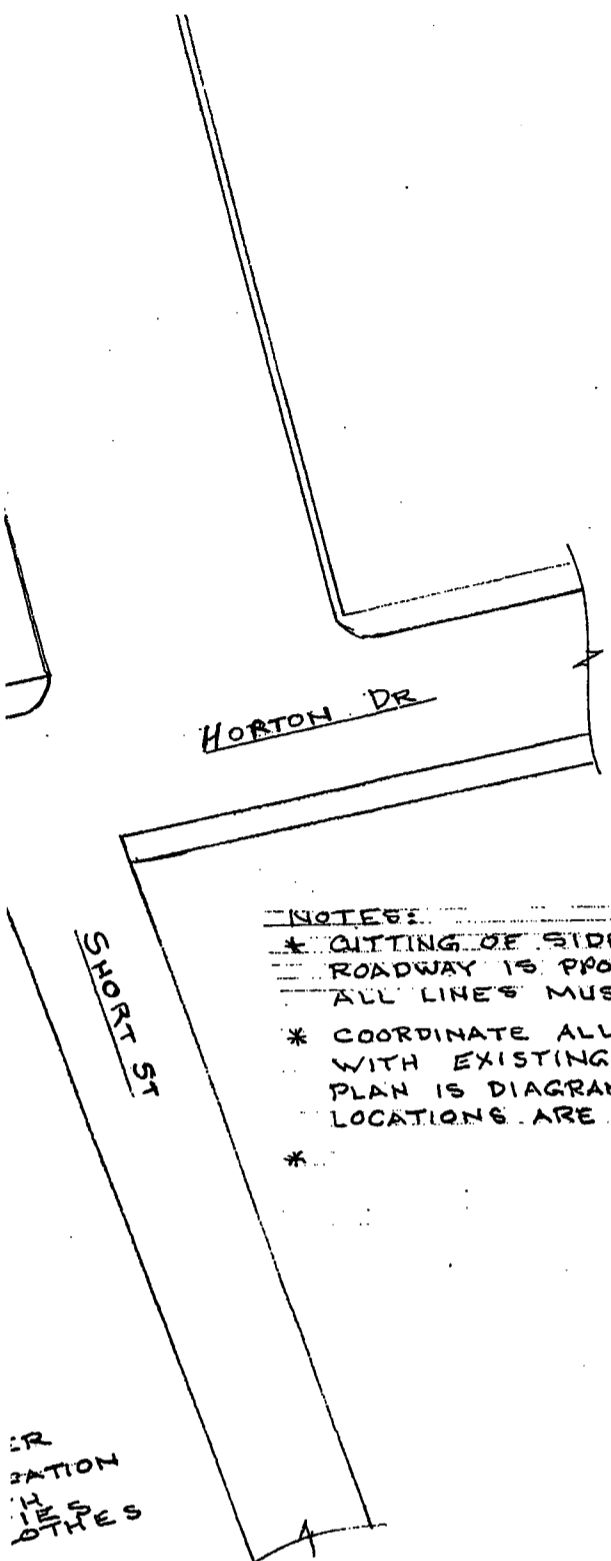
NOTES:
 * CUTTING OF SIDEWALKS & ROADWAY IS PROHIBITED.
 ALL LINES MUST BE BORED.
 * COORDINATE ALL METER LOCATIONS WITH EXISTING GAS ENTRANCES.
 PLAN IS DIAGRAMMATIC, EXACT

SERVICE INSTALLATION
S HOUSING AUTHORITY
 KENTUCKY

Richard L. Hensley, P.E.
MECHANICAL & ELECTRICAL - CONSULTING ENGINEER
BUILDING & PROCESS SYSTEM - DESIGN, TESTING and EVALUATION
 591 Avenstoke Road
 Waddy, Kentucky 40076
 (502) 223-2912

COPYRIGHT NOTICE
 This drawing and the design herein set forth is proprietary with RICHARD L. HENSLEY & ASSOC. Reproduction of this drawing or use of the design or other information contained herein, for any purpose, without the express written consent of RICHARD L. HENSLEY & ASSOC. is prohibited.





HORTON DR

SHORT ST

- NOTES:
- * CUTTING OF SIDEWALKS & ROADWAY IS PROHIBITED.
 - * ALL LINES MUST BE BORED.
 - * COORDINATE ALL METER LOCATIONS WITH EXISTING GAS ENTRANCES. PLAN IS DIAGRAMMATIC, EXACT LOCATIONS ARE BY THE CONTR.
 - *

OR
RATION
IN
DES
OTHERS

-AN
REMENTS

Richa
MECHANICAL
BUILDING & PR
591 Avenstoke I

GAS SERVICE INSTALLATION

PARIS HOUSING AUTHORITY
PARIS,
KENTUCKY

Date: 16 Feb. 2000

Revisions:

Drawn By: R.L.H.

Checked By: R.L.H.

Drawing Number:
U-1



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

211 Sower Boulevard
POST OFFICE BOX 615
FRANKFORT, KENTUCKY 40602
www.psc.state.ky.us
(502) 564-3940

March 20, 2000

Mr. Edward E. Dove
310 Lexington Building
201 West Short Street
Lexington, KY 40507

Re: Housing Authority of Paris
Case No. 99-459

Dear Mr. Dove:

The Commission met this morning to consider the Settlement Agreement between HA of Paris and staff. The Commission declined to approve the settlement in its present form. The Commission wants specific dates included for submission of the bid proposals and commencement of work on the system. The Commission also wants a copy of the maintenance and operation plan to be filed within 30 days.

The Commission examined the supplemental response and noted that plans were due to be submitted on February 10, 2000, but they have not been forwarded to the Commission. The Commission also has not received the bid proposals which were submitted to HA of Paris on or before March 15.

The Commission will require the Settlement Agreement to be modified to include specific dates for filing these documents. I suggest that HA of Paris file a supplemental response that includes a copy of the prepared plans for the new system and revised dates for bid proposals and construction authorization. The Commission requires those documents to be filed within 10 days of their receipt by HA of Paris.

In the supplemental response, HA of Paris may include the statement that the Settlement Agreement may be conformed accordingly, or you may wish to add the bid and construction dates to your copy of the Agreement and resubmit it for staff signature.

Please call me at Extension 261 if you have any questions.

Sincerely,

A handwritten signature in black ink that reads "James R. Goff".

James R. Goff
Staff Attorney

JRG:v



Paul E. Patton, Governor
Ronald B. McCloud, Secretary
Public Protection and
Regulation Cabinet

Martin J. Huelsmann
Executive Director
Public Service Commission

COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION
211 SOWER BOULEVARD
POST OFFICE BOX 615
FRANKFORT, KENTUCKY 40602-0615
www.psc.state.ky.us
(502) 564-3940
Fax (502) 564-3460

B. J. Helton
Chairman

Edward J. Holmes
Vice Chairman

Gary W. Gillis
Commissioner

March 9, 2000

Mr. Martin J. Huelsmann
Executive Director
Public Service Commission
Post Office Box 615
Frankfort, Kentucky 40602

Re: Housing Authority of Paris
Case No. 99-459

Dear Mr. Huelsmann:

Enclosed for filing is a Settlement Agreement between Commission Staff and Housing Authority of Paris which resolves all outstanding issues in Case No. 99-459. The signatories to this Agreement request that the Commission review and approve the Agreement.

Sincerely,

A handwritten signature in black ink that reads "James R. Goff".

James R. Goff
Staff Attorney

Enclosure
cc: Parties of Record
cc: File



COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

HOUSING AUTHORITY OF PARIS)
)
 _____) CASE NO. 99-459
)
 ALLEGED VIOLATION OF)
 ADMINISTRATIVE REGULATION)
 807 KAR 5:022)

SETTLEMENT AGREEMENT

THIS AGREEMENT is made and entered into this February 18, 2000, by and between the STAFF OF THE PUBLIC SERVICE COMMISSION OF KENTUCKY ("Commission Staff") and HOUSING AUTHORITY OF PARIS ("HA of Paris").

WITNESSETH:

WHEREAS, on January 10, 2000, an informal conference was held between Commission Staff and representatives of HA of Paris for the purpose of discussing matters to aid in the disposition of this proceeding; and

WHEREAS, HA of Paris did not contest the violations as contained in the Commission's Order of November 17, 1999; and

WHEREAS, HA of Paris filed a Response to the Order of November 17, 1999, and requested an informal conference with Commission Staff. The informal conference was held on January 10, 2000, pursuant to Commission Order; and

WHEREAS, at the informal conference, HA of Paris informed Commission Staff that it intends to replace the present distribution system and has funds for that purpose; and

WHEREAS, HA of Paris has filed a supplemental response to its December 2, 1999 response, setting out a schedule of events for the planning, bidding, and construction of a gas system.

NOW, THEREFORE, based upon negotiations between HA of Paris and Commission Staff, it is agreed that:

1. There are no further facts to be submitted to the Commission concerning the violations cited herein and HA of Paris has waived its right to a public hearing on said violations.

2. HA of Paris agrees to the imposition of a civil penalty of \$250 for the violation of 49 CFR 192.465(d) and 807 KAR 5:022, Section 10(9)(d), low pipe-to-soil readings.

3. HA of Paris agrees to file with the Commission a copy of the project plans; bid proposals, contract with successful bidder, and as-completed plans for the project, as they become available.

4. HA of Paris agrees to pay \$250, by cashier's check, to the Kentucky State Treasurer, as the Commission shall order.

5. HA of Paris agrees to file with the Commission a copy of its maintenance and operations plan.

6. This settlement agreement is subject to the approval of the Public Service Commission ("PSC").

7. If the PSC fails to adopt this agreement in its entirety, HA of Paris reserves the right to withdraw from it and to proceed to a hearing. In such event, none of the matters contained in this settlement agreement shall be binding on any of the parties.

8. If the settlement is adopted in its entirety by the PSC, this settlement shall constitute a final adjudication of the show cause proceeding without the need for any additional hearing.

9. If the settlement agreement is accepted by the PSC, the parties agree not to request rehearing or to file an appeal of the order to the Franklin Circuit Court.

HOUSING AUTHORITY OF PARIS

By: Edward D. Dore for Housing Authority of Paris

James R. Goff
James R. Goff
Staff Attorney, Public Service Commission of Kentucky



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

211 Sower Boulevard
POST OFFICE BOX 615
FRANKFORT, KENTUCKY 40602
www.psc.state.ky.us
(502) 564-3940

February 16, 2000

Mr. Edward E. Dove
310 Lexington Building
201 West Short Street
Lexington, KY 40507

Re: Housing Authority of Paris
Case No. 99-459

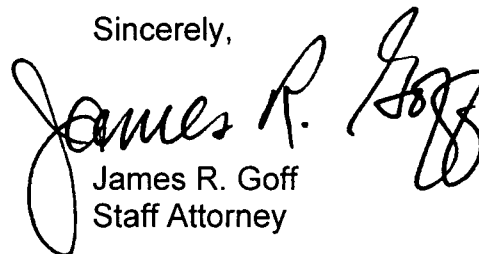
Dear Mr. Dove:

On February 1, 2000, the Commission received your supplemental response. The Commission Staff is looking forward to working with the Housing Authority of Paris in the construction of its new gas system. Please make sure the Commission Staff receives a copy of the plans for the system.

I have prepared a settlement agreement in this case, which will address the violations and resolve the case. Please examine the enclosed agreement and if it is acceptable to your client, please have it executed and returned to me. Staff will recommend that the Commission accept the settlement agreement and if it is accepted, an Order will be issued incorporating the settlement agreement and no hearing will be held.

If you have any question please contact me.

Sincerely,


James R. Goff
Staff Attorney

JRG:v
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

HOUSING AUTHORITY OF PARIS)

_____)

ALLEGED VIOLATION OF)
ADMINISTRATIVE REGULATION)
807 KAR 5:022)

CASE NO. 99-459

SETTLEMENT AGREEMENT

THIS AGREEMENT is made and entered into this February 18, 2000, by and between the STAFF OF THE PUBLIC SERVICE COMMISSION OF KENTUCKY ("Commission Staff") and HOUSING AUTHORITY OF PARIS ("HA of Paris").

WITNESSETH:

WHEREAS, on January 10, 2000, an informal conference was held between Commission Staff and representatives of HA of Paris for the purpose of discussing matters to aid in the disposition of this proceeding; and

WHEREAS, HA of Paris did not contest the violations as contained in the Commission's Order of November 17, 1999; and

WHEREAS, HA of Paris filed a Response to the Order of November 17, 1999, and requested an informal conference with Commission Staff. The informal conference was held on January 10, 2000, pursuant to Commission Order; and

WHEREAS, at the informal conference, HA of Paris informed Commission Staff that it intends to replace the present distribution system and has funds for that purpose; and

WHEREAS, HA of Paris has filed a supplemental response to its December 2, 1999 response, setting out a schedule of events for the planning, bidding, and construction of a gas system.

NOW, THEREFORE, based upon negotiations between HA of Paris and Commission Staff, it is agreed that:

1. There are no further facts to be submitted to the Commission concerning the violations cited herein and HA of Paris has waived its right to a public hearing on said violations.

2. HA of Paris agrees to the imposition of a civil penalty of \$250 for the violation of 49 CFR 192.465(d) and 807 KAR 5:022, Section 10(9)(d), low pipe-to-soil readings.

3. HA of Paris agrees to file with the Commission a copy of the project plans; bid proposals, contract with successful bidder, and as-completed plans for the project, as they become available.

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6. This settlement agreement is subject to the approval of the Public Service Commission ("PSC").

7. If the PSC fails to adopt this agreement in its entirety, HA of Paris reserves the right to withdraw from it and to proceed to a hearing. In such event, none of the matters contained in this settlement agreement shall be binding on any of the parties.

8. If the settlement is adopted in its entirety by the PSC, this settlement shall constitute a final adjudication of the show cause proceeding without the need for any additional hearing.

9. If the settlement agreement is accepted by the PSC, the parties agree not to request rehearing or to file an appeal of the order to the Franklin Circuit Court.

HOUSING AUTHORITY OF PARIS

By: _____



James R. Goff
Staff Attorney, Public Service Commission of Kentucky

COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

RECEIVED

JAN 31 2000

PUBLIC SERVICE
COMMISSION

IN RE THE MATTER OF:

HOUSING AUTHORITY OF PARIS

CASE NO. 99-459

ALLEGED VIOLATION OF
ADMINISTRATIVE REGULATION
807 KAR 5:022

HOUSING AUTHORITY OF PARIS
STATUS REPORT AND
SUPPLEMENTAL RESPONSE

Comes now the Housing Authority of Paris, by and through Counsel, pursuant to the Commission's January 18, 2000 Order and submits their status report and supplemental response as follows:

1. On January 21, 2000, the Housing Authority Executive Director, Anna Vance and Robert Stich conferred with Richard Hensley, Engineer and Jackie Moore, Moore Pipeline to discuss project.
2. It was decided that Richard Hensley will draft plans and submit to the Housing Authority of Paris on or about February 10, 2000.
3. The Housing Authority of Paris advertise for bids and request for proposals. The anticipated closing date for bid and request for proposal will be on or about March 15, 2000.
4. The Housing Authority of Paris will request the bidder whose bid is accepted to commence work on or about April 15, 2000.
5. The Housing Authority of Paris anticipates that without weather, labor or unforeseen problems, the work to bring Housing Authority of Paris in compliance will be completed by

September 1, 2000.

Respectfully submitted,



HON. EDWARD E. DOVE
201 West Short Street
310 Lexington Building
Lexington, Kentucky 40507

CERTIFICATE OF SERVICE

This certifies that a true copy of the foregoing pleading was mailed to the following on this the 28 day of January, 2000.

J.R. Goff
Public Service Commission
730 Schenkel Lane
P.O. Box 615
Frankfort, Kentucky 40602

Original to:

Helen Helton
Executive Director
Public Service Commission
730 Schenkel Lane
P.O. Box 615
Frankfort, Kentucky 40602



HON. EDWARD E. DOVE

ED/sam/haop/statusreport

EDWARD E. DOVE
ATTORNEY AT LAW
310 LEXINGTON BUILDING
201 WEST SHORT STREET
LEXINGTON, KENTUCKY 40507

(606) 252-0020
FAX (606) 258-9288

RECEIVED
JAN 19 2000
PUBLIC SERVICE
COMMISSION

January 18, 2000

Hon. Helen Helton
Commonwealth of Kentucky
Public Service Commission
730 Schenkel Lane
P.O. Box 615
Frankfort, Kentucky 40602

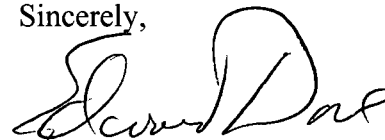
RE: Housing Authority of Paris
Case No: 99-459

Dear Director Helton:

I have received and had an opportunity to review the Memorandum drafted as a result of our Pre-Hearing held on January 10, 2000. I believe that the Memorandum accurately reflects the discussion the parties had on January 10, 2000.

I want to commend your staff which were present at the meeting on their professionalism and courtesy in attempting to work out a delicate situation. I look forward to working with Mr. Goff, Mr. Alderman and Mr. Amburgey in the future. Please do not hesitate to contact me if you have any questions.

Sincerely,



Edward E. Dove

cc: Anna Preston Vance

ED/sam/haop/letter22



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

January 18, 2000

Anna Preston H. Vance
Executive Director
Housing Authority of Paris
#2 Horton Drive
P. O. Box 468
Paris, KY. 40361

Honorable Edward E. Dove
Attorney for Housing Authority of
Paris
310 Lexington Building
201 West Short Street
Lexington, KY. 40507

RE: Case No. 1999-459

We enclose one attested copy of the Commission's Order in
the above case.

Sincerely,

A handwritten signature in cursive script that reads "Stephanie Bell".

Stephanie Bell
Secretary of the Commission

SB/sa
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

HOUSING AUTHORITY OF PARIS)
)
 _____) CASE NO. 99-459
)
 ALLEGED VIOLATION OF)
 ADMINISTRATIVE REGULATION)
 807 KAR 5:022)

O R D E R

On January 10, 2000, the Commission Staff met with the Housing Authority of Paris ("HA of Paris") pursuant to the Commission's Order of December 17, 1999. Based upon the informal conference between HA of Paris and Commission Staff, the Commission, on its own motion, HEREBY ORDERS that:

1. The formal hearing scheduled for February 8, 2000 is continued to a date to be set by the Commission.
2. On or before February 1, 2000, HA of Paris shall file with the Commission a supplemental response outlining its plans to reconstruct its system and the schedule for construction.

Done at Frankfort, Kentucky, this 18th day of January, 2000.

By the Commission

ATTEST:



Executive Director



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION
730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KENTUCKY 40602
www.psc.state.ky.us
(502) 564-3940
Fax (502) 564-1582

Ronald B. McCloud, Secretary
Public Protection and
Regulation Cabinet

Helen C. Helton
Executive Director
Public Service Commission

Paul E. Patton
Governor

January 13, 2000

Mr. Edward E. Dove
310 Lexington Building
201 West Short Street
Lexington, KY 40507

Re: Housing Authority of Paris
Case No. 99-459

Dear Mr. Dove:

Attached is a copy of the memorandum which is being filed into the record of the above-referenced case. As counsel of record, you may distribute the memorandum as you deem necessary to other Housing Authority of Paris representatives.

If you have any comments that you would like to make regarding the contents of the informal conference memorandum, please do so within five days of receipt of this letter. If you have any questions, please contact J. R. Goff at 502/564-3940, Extension 261.

Sincerely,
A handwritten signature in black ink, appearing to read "Helen C. Helton".

Helen C. Helton
Executive Director

vh/
Attachment

INTRA-AGENCY MEMORANDUM

KENTUCKY PUBLIC SERVICE COMMISSION

TO: File: Case No 99-459

FROM: J. R. Goff, Staff Attorney

DATE: January 13, 2000

RE: Housing Authority of Paris
Informal Conference on January 10, 2000

On January 10, 2000, Housing Authority of Paris ("HA of Paris") met with Commission Staff for an informal conference. Those present at that conference are listed on the attached attendance sheet.

Staff explained the purpose of the conference and reviewed the violations as set out in the Commission Order of November 17, 1999 (low pipe-to-soil readings, a violation of 49 CFR 192.465d and 807 KAR 5:022, Section 10(9)d).

HA of Paris informed Staff that it had recently secured the necessary funds to replace the present natural gas system. However, HA of Paris was not settled upon the method it would use to replace the system, whether by bidding the work out or doing the job in-house with their certified employees. HA of Paris indicated it would obtain a set of plans for the construction of the system and make them available to Staff.

It was agreed that HA of Paris would file a supplemental response by February 1, 2000, outlining its plans to replace the system and informing the Commission as to the projected date of construction. It was agreed to cancel the hearing set for February 8, 2000 and to set the hearing for a later date so that HA of Paris could obtain the necessary information.

It was further agreed that, after the supplemental filing by HA of Paris, both HA of Paris and Commission Staff would discuss settlement of the case.

The meeting was adjourned.



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

December 17, 1999

Anna Preston H. Vance
Executive Director
Housing Authority of Paris
#2 Horton Drive
P. O. Box 468
Paris, KY. 40361

Honorable Edward E. Dove
Attorney for Housing Authority of
Paris
310 Lexington Building
201 West Short Street
Lexington, KY. 40507

RE: Case No. 1999-459

We enclose one attested copy of the Commission's Order in
the above case.

Sincerely,

A handwritten signature in black ink that reads "Stephanie Bell".

Stephanie Bell
Secretary of the Commission

SB/sa
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

HOUSING AUTHORITY OF PARIS)
)
)
 _____)
)

CASE NO.
99-459

ALLEGED VIOLATIONS OF ADMINISTRATIVE)
REGULATION 807 KAR 5:022)

O R D E R

On December 2, 1999, the Commission received a request from the Housing Authority of Paris ("HA of Paris") for an informal conference with Commission Staff to reach a resolution of this matter.

The Commission, on its own motion, HEREBY ORDERS that:

1. An informal conference shall be held with Commission Staff on January 10, 2000, at 1:30 p.m., Eastern Time, in Conference Room 1 of the Commission's offices at 730 Schenkel Lane, Frankfort, Kentucky.
2. The HA of Paris shall bring all documents to support its position and shall be represented by counsel or a corporate officer authorized to enter into a settlement agreement.

Done at Frankfort, Kentucky, this 17th day of December, 1999.

By the Commission

ATTEST:


Executive Director

EDWARD E. DOVE
ATTORNEY AT LAW
310 LEXINGTON BUILDING
201 WEST SHORT STREET
LEXINGTON, KENTUCKY 40507

(606) 252-0020
FAX (606) 258-9288

December 1, 1999

Ms. Helen Helton, Executive Director
Public Service Commission
Commonwealth of Kentucky
P.O. Box 615
730 Schneckel Lane
Frankfort, Kentucky 40602

RECEIVED
DEC 02 1999
PUBLIC SERVICE
COMMISSION

RE: In the matter of Housing Authority of Paris
Case No. 99-459

Dear Director Helton:

This letter is being written on behalf of the Housing Authority of Paris. The purpose of this letter is to request an informal conference with the Commission Staff to consider matters relevant to the Commission's Order To Show Cause. The Housing Authority is in possession of information which would aid the Commission in the handling or disposition of the case.

Specifically, the Housing Authority has just recently secured the necessary funding from the Department of Housing and Urban Development to address concerns with the utilities in question. The repair work for the utilities has been advertised for bid, and it is anticipated work will be started and completed prior to the February 8, 2000 hearing date. Therefore, the Housing Authority requests an informal conference to discuss their steps taken to remedy the Commission's concerns and reach an early resolution of the matter.

I would appreciate it if you would contact me to schedule a conference at your earliest convenience.

Sincerely,



Edward E. Dove

cc: Anna Preston Vance
ED/sam/haop/letter16



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

November 17, 1999

Anna H. Preston
Executive Director
Housing Authority of Paris
#2 Horton Drive
P. O. Box 468
Paris, KY. 40361

RE: Case No. 99-459

We enclose one attested copy of the Commission's Order in
the above case.

Sincerely,

A handwritten signature in black ink that reads "Stephanie J. Bell".

Stephanie Bell
Secretary of the Commission

SB/sa
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

HOUSING AUTHORITY OF PARIS)
)
 _____) CASE NO. 99-459
)
 ALLEGED VIOLATION OF)
 ADMINISTRATIVE REGULATION)
 807 KAR 5:022)

O R D E R

Housing Authority of Paris ("HA of Paris") is a master meter system operator that receives natural gas from the Columbia Gas of Kentucky system. HA of Paris then redistributes its gas to 157 units throughout the housing complex for various purposes, including cooking, hot water, boilers, and heating.

HA of Paris, as a master meter operator, is subject to the safety jurisdiction of the Commission, pursuant to KRS 278.040 and KRS 278.495. HA of Paris is also subject to Commission jurisdiction under the authority of and in compliance with federal pipeline safety laws, 49 U.S.C. § 60101, *et seq.*, and the regulations of 49 CFR 189-199.

Pursuant to these statutes and 49 CFR 189-199, the Commission promulgated Administrative Regulation 807 KAR 5:022. Commission Staff has submitted to the Commission a Comprehensive Inspection Report ("Report"), dated October 13, 1999, in which Commission Staff alleges that HA of Paris's low pipe-to-soil readings violated 49 CFR 192.465(d) and 807 KAR 5:022, Section 10(9)(d). 807 KAR 5:022, Section 10(8)(a), requires the utility to provide a level of cathodic protection in compliance with

Appendix D of the regulation. The Report states this is a repeat violation, as cited in the August 18, 1997 comprehensive report.

Based on its review of the Report, and being otherwise sufficiently advised, the Commission finds *prima facie* evidence that HA of Paris has failed to comply with Administrative Regulation 807 KAR 5:022 and 49 CFR 192.465(d)

The Commission, on its own motion, HEREBY ORDERS that:

1. HA of Paris shall appear before the Commission on February 8, 2000, at 9:30 a.m., Eastern Standard Time, at the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky, for the purpose of presenting evidence concerning the alleged violation of Administrative Regulation 807 KAR 5:022, and of showing cause why it should not be subject to the penalties prescribed in KRS 278.990(1) and KRS 278.992(1) for the alleged violation.

2. The Comprehensive Inspection Report of HA of Paris, dated October 13, 1999, a copy of which is appended hereto, is made part of the record of this proceeding.

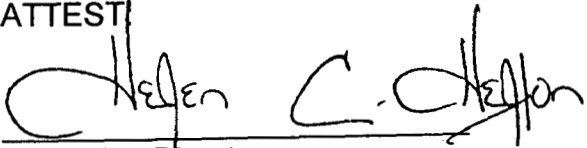
3. HA of Paris shall submit to the Commission within 20 days of the date of this Order a written response to the allegation contained in the Report.

4. Any motion requesting an informal conference with Commission Staff to consider matters which would aid in the handling or disposition of this proceeding shall be filed with the Commission no later than 20 days from the date of this Order.

Done at Frankfort, Kentucky, this 17th day of November, 1999.

By the Commission

ATTEST:

A handwritten signature in black ink, appearing to read "Helen C. Coffey". The signature is written in a cursive style with a large initial "H" and "C".

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE
KENTUCKY PUBLIC SERVICE COMMISSION

IN CASE NO. 99-459

DATED NOVEMBER 17, 1999

COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

COMPREHENSIVE INSPECTION REPORT

HOUSING AUTHORITY OF PARIS
Paris, Kentucky

October 13, 1999

BRIEF

The comprehensive inspection of the natural gas piping system of the Housing Authority of Paris ("HA of Paris") in Paris, Kentucky was conducted on September 8, 1999. This inspection was conducted in accordance with the Public Service Commission's ("PSC") policy of inspecting all jurisdictional operators. Natural gas operators are jurisdictional to the PSC under KRS 278.040, 278.495 and also through a 5(a) Agreement with the United States Department of Transportation, Office of Pipeline Safety, for the enforcement of the Natural Gas Pipeline Safety Act of 1968.

INSPECTION

The HA of Paris is a master meter operator with 157 units that receives natural gas from Columbia Gas of Kentucky. It then redistributes the gas throughout the housing complex for various purposes including cooking, hot water, boilers, and heating.

A master meter system is defined in 49 CFR Part 191.3 as a pipeline system for delivering gas within, but not limited to, a definable area such as a mobile home park, housing or apartment complexes where the operator purchases gas from an outside source for resale through a gas distribution system. The gas distribution pipeline

system supplies the ultimate consumer who either purchases the gas directly or through other means, such as rent.

The intent of this inspection and subsequent inspections of other master meter operators is to afford the residents of these master meter complexes the same standards of safety that are required by other operators.

During the office inspection, a review was made of the HA of Paris's Operating and Maintenance and Emergency Plans, and records relating to cathodic protection, valve maintenance, leakage surveys and other pertinent records. One deficiency was found during the office inspection.

During the field inspection, checks were made on the residential regulator settings. Anna Vance accompanied me on this inspection. No deficiencies were found during the field inspection.

FINDINGS

The following deficiency was found: Low pipe-to-soil readings. *49 CFR Part 192.465d and 807 KAR 5:022, Section 10(9)d.* (This is a repeat violation from the August 18, 1997 comprehensive inspection)

RECOMMENDATIONS

It is recommended that the HA of Paris correct the problems causing the low pipe-to-soil readings.

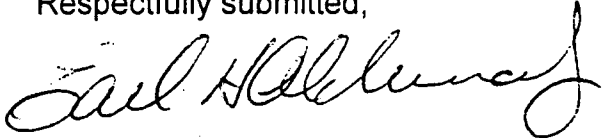
Report – Housing Authority of Paris
October 14, 1999
Page 3

It is further recommended that a copy of this report be sent to HA of Paris directing it to respond by November 15, 1999 with a schedule of compliance to the cited deficiency for Commission approval.

It is also recommended maintenance staff attend the Kentucky Gas Association ("KGA") training seminars in order to more safely operate its natural gas system. Further information on the KGA training seminars may be obtained by contacting Dr. Paul Lyons, Kentucky Gas Association, 92 Chestnut Street, Murray, Kentucky 42071, (502) 753-2151 or (800) 455-9427, email: itskga@ldd.net, web address: <http://www.kygas.org>.

It is further recommended that the Commission initiate a hearing to allow the HA of Paris to show cause why it should not be penalized for failure to comply with Commission regulations.

Respectfully submitted,



Earl H. Alderman, Jr.
Gas Utility Investigator

LLA (P)

EHA:dcp
9913300