

Case No. 2005-00491

KENTUCKY PUBLIC SERVICE COMMISSION

RECEIVED

DEC 03 2005

PUBLIC SERVICE COMMISSION

Water Storage Requirement Deviation Request Application

807 KAR 5:066, Section 4(4): Storage. The minimum storage capacity for systems shall be equal to the average daily consumption.

This form is intended to assist water utilities seeking a deviation from the requirements of 807 KAR 5:066, Section 4(4) and for permission to either maintain less water storage capacity than the average dally consumption or to obtain additional time to attain minimum storage capacity equal to the average daily consumption.

To request a deviation from the requirements of 807 KAR 5:066, Section 4(4), please complete the following application in full.

Utility: Levee Road Water Association

Address: PO Box 770

City: Mt. Sterling State: Ky Zip Code: 40353

Telephone Number: (859) 498-6980 Number of Customers: 800

County or Counties served: Montgomery

Are you requesting a deviation:

( ) To maintain less water storage capacity than the average daily consumption?

(x) For additional time to attain minimum storage capacity equal to the average daily consumption?

I. Contact Information

Please provide information for the person to whom correspondence or communications concerning this application should be directed:

Name: Brenda Murphy Title: Secretary - Director

Address: 4681 Levee Rd.

City: Mt. Sterling State: Ky Zip Code: 40353

Telephone Number: (859) 498 0585 - 859 404 4117

II. Filing Requirements

Please submit an original and seven (7) copies of the completed application to:

Kentucky Public Service Commission

Executive Director's Office

211 Sower Boulevard

Frankfort, Kentucky 40602

Telephone: (502) 564-3940

All correspondence and responses to supplemental information requests should be sent to the above address as well.

Copies of this form may be obtained by visiting the Kentucky Public Service Commission website at <http://psc.ky.gov> and clicking on the Forms bullet in the Quick Reference, or by contacting George Wakim, Branch Manager, Water & Sewer Branch, at (502) 564-3940.

III. Questionnaire:

Please answer all questions completely, attach additional sheets as necessary.

- 1. Provide the average daily water consumption. This should include all water sold, utility water usage, and unaccounted-for-water. following information:

Average Daily Consumption: 130,000

- 2. Please provide the following information:

Total number of water storage tanks in the system: 1

<u>Type of Storage Tank</u>	<u>Capacity</u>
<u>Elevated Tower / Tank</u>	<u>75,000</u>

- 3. Please provide a list of all large customers purchasing more than five (5) percent of the utility's average daily consumption. Also indicate which, if any, of these customers can sustain an interruption during emergencies.

<u>Customer</u>	<u>Daily Usage</u>	<u>Storage Facility</u>	<u>Capacity</u>	<u>Interruption</u>
<u>None</u>		( ) Yes ( ) No		( ) Yes ( ) No
<u>//</u>		( ) Yes ( ) No		( ) Yes ( ) No
<u>//</u>		( ) Yes ( ) No		( ) Yes ( ) No
<u>//</u>		( ) Yes ( ) No		( ) Yes ( ) No
<u>//</u>		( ) Yes ( ) No		( ) Yes ( ) No
<u>//</u>		( ) Yes ( ) No		( ) Yes ( ) No

4. Please provide a list of all critical healthcare facilities served by the system.

<u>Facility</u>	<u>Daily Usage</u>	<u>Storage Facility</u>	<u>Capacity</u>
<u>None</u>		( ) Yes ( ) No	
		( ) Yes ( ) No	
		( ) Yes ( ) No	
		( ) Yes ( ) No	
		( ) Yes ( ) No	
		( ) Yes ( ) No	

5. Please provide the following information:

Does the utility:

Produce water? ( ) Yes (X) No      Purchase water? (X) Yes ( ) No

If the utility purchases water, please provide the following information:

<u>Supplier</u>	<u>Average Amount Purchased</u>
<u>Mt. Sterling Water + Sewer Co.</u>	<u>3,700,000 Monthly</u>

6. If a supplier has storage capacity or reserves storage capacity for the benefit of your utility, please provide the following information:

Supplier	Capacity	Proximity to Master Meter
<i>Mt. Sterling Water Co</i>	<i>250,000</i>	<i>0.75 mile</i>

7. Will your supplier issue your utility a letter of this additional storage capacity specifying whether they can sustain any of your system's interruptions to ensure you adequate continuity of service?

Yes ( ) No

*already issued*

If yes, provide a copy of the agreement or letter.

8. Please provide a technical summary of operational deficiencies of the system that are known from experience or that are indicated by hydraulic analysis. This should include a list of outages that occurred in past years, their location, the cause and duration of any outages, customer complaints, areas of low pressure, and the availability of standby equipment, repair equipment, and contractors.

*No operational deficiencies in system. other than customer service line breaks periodically, no low pressure areas, no customer complaints except billing inquiries. We have no standby equipment, and depend on Security Excavating Service for immediate repair services.*

9. Please provide information on the growth potential for the system. This should include the number of new customers added per year and the possibility of extensive development (i.e. new subdivisions, businesses, etc.)

An average of 16 new meters added each year since 1997. A new 1996 project added upgraded sized lines of main creating availability of water to 3 new subdivision areas and 150 customers. We have 2 new subdivisions waiting for our storage capacity problem to be resolved through new storage facility of 125,000 gallons that has present funding granted.

10. Please describe any planning, to date, to bring the system into compliance with Commission regulations. This should include efforts to secure financing for the construction of additional storage facilities, as well as the estimated compliance date. If no planning has taken place, please explain why.

Our system has a new 125,000 storage standfill unit being built on Mc Kee Bay Scout Reservation at this present time.

Division of water approval and geotech survey has been completed. Weather permitting, we expect to be up + running in March, 2006.

IV. Signature:

I have read and completed this application, and to the best of my knowledge, all the information contained herein is true and correct.

Signed: Brenda M. Murphy

Title: Secretary-Treasurer, Director

Date: 11-11-2005

Melinda A. Ernst  
July 1, 2005

**CERTIFICATION**

(Mark all applicable Statements. "Chief Executive Officer" as defined in this document means the owner of the water distribution and treatment facilities, president or chairman of the corporation that owns the water distribution and treatment facilities, or the chairman of the board of commissioners of the water district that owns the water distribution and treatment facilities.)

I, Jimmy Linkous, the Chief Executive Officer of  
(Name of Chief Executive Officer)

Levee Road Water Assn ("Water Utility"), hereby certify the  
(Name of the Water Utility)

following:

1. The Water Utility's officers and I have reviewed within the last 180 days the Water Utility's current projections for the current year's maximum demand for water service and capacity to meet this demand.

2. Based upon our review of these projections and the Water Utility's capacity, we

do not reasonably anticipate any problems meeting the Water Utility's expected maximum demand for the current year.

anticipate potential service problems and have taken actions to enable the Water Utility to meet its expected maximum demand for the current year.

anticipate potential service problems and are unable to certify that the Water Utility will meet its expected maximum demand for the current year.

3. The Water Utility's officers and I have reviewed within the last 180 days the Water Utility's Water Shortage Response Plan that is on file with the Public Service Commission to ensure that such plan meets the Water Utility's present needs.

4. Based upon our review of the Water Utility's filed Water Shortage Response Plan, we believe that:

this plan is adequate to meet the utility's present needs.

\_\_\_ the present Water Shortage Response Plan is not adequate to meet the Water Utility's current needs and we intend to submit to the Commission within 30 days of this Certification a revised Water Shortage Response Plan or a request for additional time to revise the Water Utility's current Water Shortage Response Plan.

\_\_\_ 5. The Water Utility does not currently have a Water Shortage Response Plan on file with the Commission but intends to submit such a plan to the Public Service Commission within 30 days of this Certification.

\_\_\_ 6. The Water Utility does not currently have a Water Shortage Response Plan but intends to prepare and submit such a plan to the Public Service Commission within 30 days of this Certification.

Jimmy Linkous  
(Signature of Chief Executive Officer)

COMMONWEALTH OF KENTUCKY

COUNTY OF Montgomery

Jimmy Linkous, being duly sworn this 8 day of September, 2005, states that he or she is the chief executive officer of Levee Road Water Assn that he or she has completed this Certification and that, to the best of his or her knowledge, information and belief, the contents of this Certification are true and accurate.

Brenda H. Murphy  
Notary Public

My Commission expires: 6-25-2008

(Completed forms should be mailed to: Executive Director, Public Service Commission of Kentucky, Post Office Box 615, Frankfort, KY 40602-0615.)