

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF KENTON COUNTY WATER)
DISTRICT NO. 1 FOR AUTHORITY TO PERFORM)
MAINTENANCE AT ITS TAYLOR MILL TREATMENT) CASE NO. 92-028
PLANT BY REPLACING FILTER VALVES AT A)
TOTAL COST OF APPROXIMATELY \$700,000)

O R D E R

On January 16, 1992, Kenton County Water District No. 1 ("Kenton District") applied for an Order disclaiming Commission jurisdiction over a proposed maintenance project or, alternatively, for a Certificate of Public Convenience and Necessity for the proposed project.

After review of the application and being otherwise sufficiently advised, the Commission finds that:

1. Kenton District's proposed project involves the replacement of filter media, filter valve control devices, valves and associated equipment at its Taylor Mill Water Treatment Plant.

2. Kenton District proposes to finance the proposed project through short-term borrowings.

3. The proposed maintenance project should be classified as a maintenance/replacement project and should be considered an extension in the ordinary course of business.

4. Estimated total cost of the proposed project is \$700,000. Kenton District has total current and accrued assets of

\$57,430,780 and total utility plant of \$48,585,366.¹ The proposed project represents less than 1.5 percent of Kenton District's net utility plant.

5. The proposed project does not involve a sufficient capital outlay to materially affect Kenton District's existing financial condition. It will not result in increased charges to Kenton District's customers.

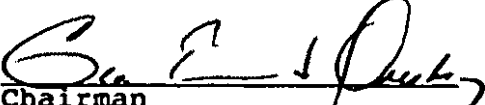
6. The proposed project will not create wasteful duplication of plant, equipment, property, or facilities nor will it conflict with the existing certificates or service of other utilities operating in the area.


7. The proposed project does not require a Certificate of Public Convenience and Necessity. KRS 278.020(1); 807 KAR 5:001, Section 9(3).

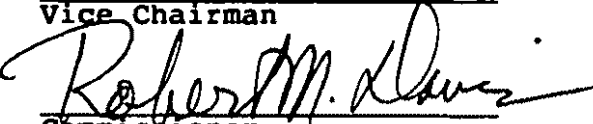
IT IS THEREFORE ORDERED that a Certificate of Public Convenience and Necessity is not required for Kenton District's proposed project.

Done at Frankfort, Kentucky, this 18th day of February, 1992.

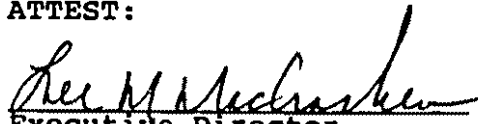
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

¹ Annual Report of Kenton County Water District No. 1 for the Year Ended December 31, 1990 at 7.