

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF MADISON COUNTY)	CASE NO.
UTILITY DISTRICT FOR A DEVIATION FROM THE)	2006-00008
REQUIREMENTS OF 807 KAR 5:066, SECTION)	
4(4), REGARDING WATER STORAGE)	

O R D E R

On January 3, 2006, the Madison County Utility District ("Madison District") applied for permission to deviate from Administrative Regulation 807 KAR 5:066, Section 4(4), which requires that each utility maintain minimum water storage of one day's supply of its average daily usage. Madison District states in its application that its average daily water usage for the 2005 calendar year, including unaccounted-for water, is approximately 1,987,717 gallons, and that its current water storage capacity is 1,600,000 gallons.

The Commission, having reviewed the application and being otherwise sufficiently advised, finds that:

1. Madison District is not in compliance with Administrative Regulation 807 KAR 5:066, Section 4(4).
2. Because of the time needed to plan, finance, and construct water storage facilities, Madison District should be given until January 1, 2012 to comply with Administrative Regulation 807 KAR 5:066, Section 4(4).

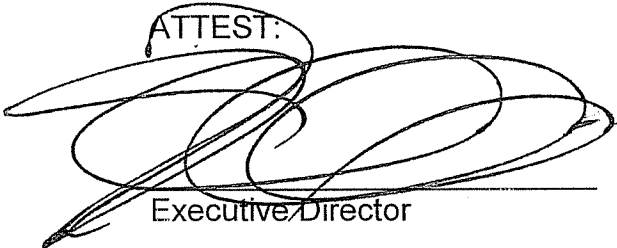
IT IS THEREFORE ORDERED that:

1. Madison District is given until January 1, 2012 to comply with the provisions of Administrative Regulation 807 KAR 5:066, Section 4(4).
2. Madison District shall take all necessary actions to bring its water storage facilities into compliance with Commission regulations prior to January 1, 2012.
3. Beginning January 1, 2007 and continuing until January 1, 2012, or until such time as Madison District comes into compliance, Madison District shall file, on or before January 1 of each year, a status report of its efforts to comply with Administrative Regulation 807 KAR 5:066, Section 4(4).

Done at Frankfort, Kentucky, this 17th day of May, 2006.

By the Commission

ATTEST:



Executive Director