

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

APPLICATION OF BECKLEY STATION DISPOSAL)
SYSTEMS, INC., FOR AN ORDER PURSUANT TO)
CHAPTER 278 OF THE KENTUCKY REVISED)
STATUTES FOR A CERTIFICATE OF PUBLIC)
CONVENIENCE AND NECESSITY AUTHORIZING) CASE NO. 9039
AND PERMITTING APPLICANT TO CONSTRUCT)
AN ADDITION TO THE EXISTING SEWAGE)
TREATMENT PLANT SERVING BECKLEY WOODS)
SUBDIVISION AND LAKE FOREST SUBDIVISION,)
JEFFERSON COUNTY, KENTUCKY)

ORDER

Beckley Station Disposal Systems, Inc., ("Beckley Station") filed an application on April 17, 1984, which requested a certificate of public convenience and necessity to expand its present sewage treatment facilities. Beckley Station presently serves the Beckley Woods Subdivision and the Lake Forest Subdivision in Jefferson County, Kentucky.

Plans and specifications for the proposed improvements as prepared by Sabak, Wilson, Heiner & Lingo, Inc., ("Engineer") have been approved by the Division of Water of the Natural Resources and Environmental Protection Cabinet.

FINDINGS AND ORDERS

The Public Service Commission, after consideration of the application and evidence of record and being advised, is of the opinion and finds that:

1. Public convenience and necessity require that the construction proposed in the application and record be performed and that a certificate of public convenience and necessity be granted.

2. The proposed construction will expand the present sewage treatment facilities to serve the present and future residents of Beckley Woods Subdivision and Lake Forest Subdivision as well as the Lake Forest Recreational Lodge. The project is estimated to cost about \$95,242, of which \$59,400 will be funded by Landmark Enterprises, Inc., ("Landmark") and \$35,842 funded by Cardinal Industries, Inc. ("Cardinal"). The facilities funded by Landmark and Cardinal will be contributed to Beckley Station.

3. Any deviations from the construction herein approved which could adversely affect service to any customer should be subject to the prior approval of this Commission.

4. Those facilities funded by Landmark and Cardinal should be accounted for by Beckley Station as contributed property and should be afforded rate-making treatment as such by the Commission in future cases.

5. The plant additions should be recorded in Beckley Station's books of account in accordance with the utility plant instructions and other requirements of the Uniform System of Accounts for Sewer Utilities as prescribed by this Commission.

6. Beckley Station should file with the Commission duly verified documentation which shows the total costs of construction and all other capitalized costs (engineering, legal, administrative, etc.) within 60 days of the date that construction is substantially completed.

7. Beckley Station's contract with its Engineer should require the provision of construction inspection under the general supervision of a professional engineer with a Kentucky registration in civil or mechanical engineering. The supervision and inspection should insure that the construction work is done in accordance with the contract plans and specifications and in conformance with the best practices of the construction trades involved in the project.

8. Beckley Station should require the Engineer to furnish a copy of the record plans and a signed statement that the construction has been satisfactorily completed in accordance with the contract plans and specifications within 60 days of the date of substantial completion of this construction.

9. Beckley Station should file with the Commission a copy of all contractual agreements for the provision of services or the purchase of services which are subject to the approval of this Commission.

IT IS THEREFORE ORDERED that Beckley Station be and it hereby is granted a certificate of public convenience and necessity to proceed with the expansion and improvement projects set forth in the plans and specifications of record herein.

IT IS FURTHER ORDERED that any deviations from the approved construction which could adversely affect service to any customer shall be subject to the prior approval of this Commission.

IT IS FURTHER ORDERED that those facilities funded by Landmark and Cardinal shall be accounted for by Beckley Station as

contributed property and shall be afforded rate-making treatment as such by the Commission in the future.

IT IS FURTHER ORDERED that Beckley Station shall record the plant additions in accordance with the utility plant instructions and other requirements of the Uniform System of Accounts for Sewer Utilities as prescribed by this Commission.

IT IS FURTHER ORDERED that Beckley Station shall file with the Commission duly verified documentation which shows the total costs of construction herein certificated including all capitalized costs (engineering, legal, administrative, etc.) within 60 days of the date that construction is substantially completed.

IT IS FURTHER ORDERED that the contract between Beckley Station and its Engineer shall require the provision of construction inspection under the general supervision of a professional engineer with a Kentucky registration in civil or mechanical engineering. This supervision and inspection shall insure that the construction work is done in accordance with the contract plans and specifications and in conformance with the best practices of the construction trades involved in the project.

IT IS FURTHER ORDERED that Beckley Station shall require the Engineer to furnish to the Commission a copy of the record plans and a signed statement that the construction has been satisfactorily completed and done in accordance with the contract plans and specifications within 60 days of the date of substantial completion of the proposed construction.

IT IS FURTHER ORDERED that Beckley Station shall file with the Commission a copy of all contractual agreements for the provision of services or for the purchase of services which are subject to the approval of this Commission.

Nothing contained herein shall be deemed a warranty of the Commonwealth of Kentucky, or any agency thereof, of the financing herein authorized.

Done at Frankfort, Kentucky, this 20th day of July, 1984.

PUBLIC SERVICE COMMISSION

Richard D. Ideman, Jr.
Chairman

Ruth K. Jones, Jr.
Vice Chairman

John Shultz
Commissioner

ATTEST:

Secretary