

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE APPLICATION OF WEST DAVIESS)
COUNTY WATER DISTRICT FOR A)
CERTIFICATE OF PUBLIC CONVENIENCE)
AND NECESSITY AND FOR APPROVAL) CASE NO. 9045
OF THE CONSTRUCTION AND METHOD)
OF FINANCING A WATERWORKS)
IMPROVEMENT PROJECT)

O R D E R

The West Daviess County Water District ("West Daviess") filed its application on May 2, 1984, for approval of a proposed waterworks improvement project in the amount of \$189,000, and approval of its financing for this project. West Daviess proposes to finance the cost of the project from its cash reserves. Construction bids were received July 5, 1984.

The purpose of the proposed construction is the improvement of hydraulic flow and service reliability. No additional customers will be served by this construction. Plans and specifications for the proposed improvements as prepared by Turner Engineering Company, Inc., of Nashville, Tennessee, ("Engineer") have been approved by the Division of Water of the Natural Resources and Environmental Protection Cabinet.

The 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 project includes construction of 14,000 feet of 8-inch pipeline along U. S. Highway 431 and a water pumping station near Owensboro, Kentucky. The low bid for this work totaled \$163,243, which will require about \$189,000 after allowances are made for fees, contingencies and other indirect costs.

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

4. West Daviess should furnish duly verified documentation of the total cost of this project including the cost of construction and all other capitalized costs (engineering, legal, administrative, etc.) within 60 days of the date that construction is substantially completed.

5. West Daviess' 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. This supervision and inspection should insure that the construction work is done in accordance with the contract plans and specifications and in accordance with the best practices of the construction trades involved in the project.

6. West Daviess should require the Engineer to furnish to the Commission a copy of the as-built 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.

IT IS THEREFORE ORDERED that West Daviess be and it hereby is granted a certificate of public convenience and necessity to proceed with the proposed construction project as set forth in the plans and specifications of record herein.

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

IT IS FURTHER ORDERED that West Daviess' plans for financing its construction work in the amount of \$189,000 from its own cash reserves be and it hereby is approved.

IT IS FURTHER ORDERED that West Daviess shall file with the Commission duly verified documentation which shows the total costs of the 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 West Daviess 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.

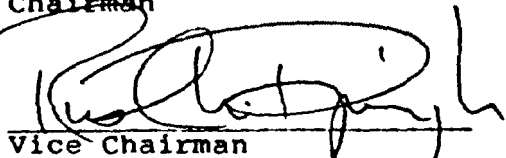
IT IS FURTHER ORDERED that West Daviess shall require the Engineer to furnish this Commission with as-built drawings and a signed statement that the construction has been satisfactorily completed and has been done in accordance with the contract plans and specifications, within 60 days of the date of substantial completion of the proposed construction.

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 30th day of July, 1984.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary