

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF DEWITT WATER DISTRICT )  
FOR A CERTIFICATE OF PUBLIC CONVENIENCE )  
AND NECESSITY TO CONSTRUCT ADDITIONAL ) CASE NO.  
FACILITIES IN THE TOTAL ESTIMATED AMOUNT ) 89-034  
OF \$355,300 AND FOR AUTHORITY TO BORROW )  
\$91,000 FROM FARMERS HOME ADMINISTRATION )

O R D E R

On February 15, 1989, Dewitt Water District ("Dewitt") filed an application for a Certificate of Public Convenience and Necessity to construct a \$348,700 waterworks improvement project, and for approval of its plan of financing for this project. Dewitt's application was made pursuant to KRS 278.023, which requires the Commission to approve the application within 30 days of satisfactory completion of the minimum filing requirements.

This project will provide service to 96 additional customers. Project funding includes a \$91,000 loan from the Farmers Home Administration ("FmHA"), a \$235,500 grant from FmHA, and \$22,200 from applicants for service in the proposed project area. The loan will be for a 40-year period.

The chairman of Dewitt certifies that reliable and adequate service can be maintained throughout the expanded system after completion of the proposed construction. The Commission reminds Dewitt of its obligation to provide adequate and reliable service to all of its customers. The adequacy of the expanded water

distribution system after construction should be monitored. If the level of service is inadequate or declining, or the pressure to any customer is outside the requirements of 807 KAR 5:066, Section 6(1), Dewitt must take necessary actions to maintain the level of service in conformance with the regulations of the Commission.

On review of the record and being advised, the Commission finds:

1. Pursuant to KRS 278.023, the Commission has no discretionary authority to modify or reject any portion of this application. The application must be approved if the minimum filing requirements have been satisfactorily completed.

2. The minimum filing requirements were met in this case on August 7, 1989. Dewitt's chairman has certified that the project has been designed to meet the construction and operating standards set out in the Commission's regulations.

3. Dewitt should monitor the adequacy of the expanded water distribution system after construction. If the level of service is inadequate or declining, or the pressure to any customer is outside the requirements of 807 KAR 5:066, Section 6(1), Dewitt should take immediate action to bring the system into compliance with the Commission's regulations.

4. Dewitt should be granted a Certificate of Public Convenience and Necessity for the proposed construction project. The proposed construction financing plan with FmHA should also be approved.


5. Dewitt should file with the Commission, within 60 days of the date of substantial completion of this construction, a copy of the "as-built" drawings and a certified statement from its engineer that the construction has been satisfactorily completed in accordance with the contract plans and specifications.

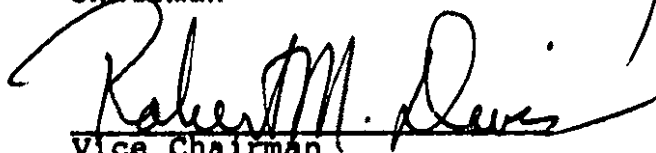
BE IT SO ORDERED.


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

Done at Frankfort, Kentucky, this 24th day of August, 1989.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

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Executive Director