

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF PEAKS MILL WATER)
DISTRICT FOR A DEVIATION FROM ITS)
EXISTING EXTENSION OF SERVICE) CASE NO. 89-230
TARIFF)

O R D E R

IT IS ORDERED that Peaks Mill Water District ("Peaks Mill") shall file the original and 10 copies of the following information with the Public Service Commission ("Commission"), with a copy to all parties of record. The information requested herein is due no later than September 30, 1989. If the information cannot be provided by this date, Peaks Mill should submit a motion for an extension of time stating the reason a delay is necessary and include a date by which it will be furnished. Such motion will be considered by the Commission

1. The proposed contract for extension of water service to Ridgewood Subdivision No. 4 ("Subdivision") deviates from 807 KAR 5:066, Section (12)(3), and Peaks Mill's tariff in that the developer will construct the lines and transfer ownership to the district upon completion. Also the contract does not provide for refunds to the developer for customers connected to the extension.

(a) Is it more economical for the developer to construct the extension than for the district to do the construction with the cost of the extension being advanced by the developer? Explain.

(b) Explain in detail why there is no provision for refunds to the developer as required by the regulation.

(c) Was the omission of refunds a condition for provision of service by the district? If yes, has this condition been placed on other developers, and does Peaks Mill intend to apply this condition for service to all subdivision developments in the future?

(d) Provide any other justification Peaks Mill may have to support the deviation.

Done at Frankfort, Kentucky, this 18th day of September, 1989.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Executive Director