

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF KENTUCKY-AMERICAN)
WATER COMPANY FOR PERMISSION TO)
DEVIATE FROM THE REQUIREMENTS OF 807) CASE NO. 89-296
KAR 5:066, SECTION 16(2), OF THE)
COMMISSION'S RULES)

O R D E R

By application filed October 2, 1989, Kentucky-American Water Company ("Kentucky-American") requested authorization to use new meter test data provided by Neptune Water Meter Company ("Neptune Meter") without further testing pursuant to 807 KAR 5:066, Section 16(2).

The Commission, having reviewed the evidence of record and being advised, finds that:

1. Kentucky-American is currently purchasing 5/8" and 1" meters manufactured and tested by Neptune Meter of South Tallassee, Alabama.

2. Neptune Meter's testing facilities in South Tallassee, Alabama, have been inspected and certificated by the Commission for meters ranging in size from 5/8" to 2".

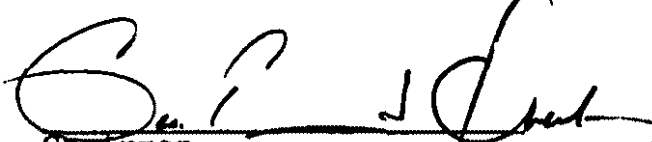
3. Kentucky-American's request for permission to install new meters without testing per 807 KAR 5:066, Section 16(2), by Kentucky-American is considered herein as a request per 807 KAR 5:006, Section 13(2), for approval of the testing performed by the meter manufacturer. Pursuant to 807 KAR 5:006, Section 13, the

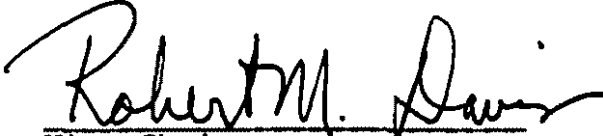
Commission will approve testing by an outside agency once the agency's test facilities and procedures have been certified by the Commission and Kentucky-American notifies the Commission in writing of its intention to use such agency's test data.

IT IS THEREFORE ORDERED that Kentucky-American's request to utilize the initial testing of its new 5/8" and 1" meters performed by Neptune Meter, South Tallassee, Alabama, be and it hereby is approved pursuant to 807 KAR 5:006, Section 13(2).

Done at Frankfort, Kentucky, this 31st day of October, 1989.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director