

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF JOANN ESTATES)	
UTILITIES, INC., LOCATED IN MCCRACKEN)	
COUNTY, KENTUCKY, FOR A CERTIFICATE OF)	
PUBLIC CONVENIENCE AND NECESSITY)	CASE NO.
AUTHORIZING AND PERMITTING SAID COMPANY)	94-505
TO CONSTRUCT SEWAGE TREATMENT FACILITIES)	
CONSISTING OF PLANT ADDITION AND)	
IMPROVEMENTS TO THE EXISTING SEWER SYSTEM)	

O R D E R

On December 12, 1994, Joann Estates Utilities, Inc. ("Joann Estates") applied for a Certificate of Public Convenience and Necessity to expand its sewage treatment plant and to upgrade certain of that plant's facilities.

Having reviewed the evidence of record and being otherwise sufficiently advised, the Commission finds that:

1. Joann Estates proposes to add an additional 19,900-gallon per day ("gpd") of capacity to its existing wastewater treatment plant.

2. Joann Estates presently provides wastewater treatment service to approximately 75 customers located in the Wilmington Chiles Subdivision of McCracken County, Kentucky.

3. Joann Estates' existing wastewater treatment facility has a design capacity of 20,000 gpd.

4. Joann Estates must expand its wastewater treatment facilities to comply with the effluent limitations set forth in its Kentucky Pollutant Discharge Elimination System Permit and to meet

the terms of an Agreed Order with the Division of Water, Department of Environmental Protection, Natural Resources and Environmental Protection Cabinet ("Division of Water").

5. Upon completion of the proposed expansion, Joann Estates' wastewater treatment plant will be capable of serving 99 residential customers.

6. The proposed expansion will not compete with other utility facilities.

7. Farris, Hatcher, Tremper & Associates, Inc. of Paducah, Kentucky ("Engineer"), has prepared the engineering plans and specifications for the proposed expansion.

8. The Division of Water has approved the engineering plans and specifications for the proposed expansion.

9. Total estimate cost of the proposed expansion is \$80,000.

10. B. G. Waid, Joann Estates' president and principal shareholder, will contribute the funds for the cost of the proposed expansion.

11. Public convenience and necessity require that the proposed construction be performed and that a Certificate of Public Convenience and Necessity be granted.

IT IS THEREFORE ORDERED that:

1. Joann Estates is granted a Certificate of Public Convenience and Necessity to proceed with the proposed construction as set forth in its application.

2. Joann Estates shall not deviate from the construction approved without prior Commission approval.

3. Joann Estates shall obtain Commission approval before performing any additional construction.

4. Joann Estates shall furnish duly verified documentation of the total project costs including the cost of construction and all other capitalized costs (e.g., engineering, legal, administrative) within 60 days of the date that construction is substantially completed. These costs shall be classified into appropriate plant accounts in accordance with the Uniform System of Accounts for Sewage Utilities prescribed by the Commission.

5. Joann Estates' contract with 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 to ensure 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.

6. Joann Estates shall, within 60 days of the date of substantial completion of this construction, furnish a copy of the "as-built" drawings and a statement signed by the Engineer that the construction has been satisfactorily completed in accordance with the contract plans and specifications.

Done at Frankfort, Kentucky, this 10th day of April, 1995.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director