COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

IN THE MATTER OF THE APPLICATION OF)	
MCKINNEY WATER DISTRICT FOR A DEVIATION)	CASE NO
FROM THE REQUIREMENTS OF 807 KAR 5:066,)	98-038
SECTION 4(4), REGARDING WATER STORAGE)	

<u>ORDER</u>

On December 10, 1998, the McKinney Water District ("McKinney District") applied for permission to deviate from Commission regulation 807 KAR 5:066, Section 4(4), which requires that each utility maintain minimum water storage of one day's supply of its average daily usage. McKinney District states in its application that funding for a 100,000 gallon elevated water storage tank has been accepted with construction to begin on or about January 29, 1999. This project will bring the system into compliance with Commission regulations.

The Commission, having reviewed the application and being otherwise sufficiently advised, finds that:

- McKinney District is not in compliance with Commission regulation 807 KAR
 5:066, Section 4(4).
- 2. Because of the time needed to plan, finance, and construct water storage facilities, McKinney District should be given until January 1, 2001 to comply with 807 KAR 5:066, Section 4(4).

IT IS THEREFORE ORDERED that:

- 1. McKinney District is given until January 1, 2001 to comply with the provisions of 807 KAR 5:066, Section 4(4).
- 2. McKinney District shall take all necessary actions to bring its water storage facilities into compliance with Commission regulations prior to January 1, 2001.

Done at Frankfort, Kentucky, this 5th day of January, 1999.

By the Commission

ATTEST:		
Executive Director		