

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF NORTH MERCER WATER)	
DISTRICT FOR A DEVIATION FROM THE)	CASE NO.
REQUIREMENTS OF 807 KAR 5:066, SECTION)	2001-256
4(4), REGARDING WATER STORAGE)	

O R D E R

On August 16, 2001, the North Mercer Water District ("North Mercer 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. North Mercer District states in its application that its average daily water usage, including unaccounted-for water, is approximately 730,113 gallons, and that its current water storage capacity is 659,000 gallons.

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

1. North Mercer 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, North Mercer District should be given until January 1, 2005 to comply with 807 KAR 5:066, Section 4(4).

IT IS THEREFORE ORDERED that:

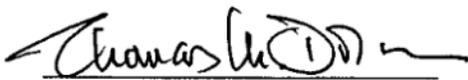
1. North Mercer District is given until January 1, 2005 to comply with the provisions of 807 KAR 5:066, Section 4(4).

2. North Mercer District shall take all necessary actions to bring its water storage facilities into compliance with Commission regulations prior to January 1, 2005.

Done at Frankfort, Kentucky, this 10th day of September, 2001.

By the Commission

ATTEST:


Executive Director