

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE REQUEST OF SALT RIVER WATER)
DISTRICT FOR A DEVIATION FROM 807)
KAR 5:066, SECTION 5(4) REGARDING)
WATER STORAGE)
CASE NO. 10072

O R D E R

By letter received November 2, 1987, Salt River Water District ("Salt River") requested a deviation from 807 KAR 5:066, Section 5(4) which requires a water utility to have water storage to insure a minimum of one day's supply of its average daily usage.

On March 3, 1988, Salt River petitioned this Commission for, inter alia, a certificate of public convenience and necessity to construct a water works project which includes a 500,000-gallon water storage tank.

By Order entered March 11, 1988, in Case No. 10181, The Application Of Salt River Water District, Of Bullitt County, Kentucky, For Approval Of Construction, Financing, And Increased Rates, Salt River was granted a certificate of convenience and necessity to construct the water works project.

The Commission, after consideration of the record in this matter, and being advised, is of the opinion and finds that:

1. Salt River's daily usage for 1987 averaged approximately 212,000¹ gallons.

2. Salt River's current storage capacity consists of a 100,000-gallon storage tank.

3. Salt River's proposed construction, as certificated by Order entered March 11, 1988, in Case No. 10181, includes a 500,000-gallon water storage tank.

4. On the date its 500,000-gallon storage tank is placed in service, Salt River's water storage should be equivalent to approximately 2.2 days of its average daily usage.

5. Salt River should be granted a temporary deviation from the date of this Order through the date its 500,000-gallon tank is placed in service or through March 31, 1989, whichever date shall first occur.

IT IS THEREFORE ORDERED that:

1. Salt River's 1987 Annual Report, submitted to the Commission pursuant to 807 KAR 5:006, Section 3, and the record of Commission Case No. 10181 be, and they hereby are, incorporated by reference into the record of this case.

2. Salt River be and hereby is granted a temporary deviation from the water storage requirements of 807 KAR 5:066,

¹ According to Salt River's 1987 Annual Report approximately 77,293,355 gallons were used in 1987. $77,293,355 \div 365 = 211,762.6$.

Section 5(4) that will expire on the date its newly constructed 500,000-gallon water storage tank is placed in service or on March 31, 1989, whichever date shall first occur.

Done at Frankfort, Kentucky, this 5th day of April, 1988.

PUBLIC SERVICE COMMISSION

Richard D. Hemery, Jr.
Chairman

Robert M. Lewis
Vice Chairman

James N. Williams
Commissioner

ATTEST:

Executive Director