

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF MARTIN COUNTY WATER)
DISTRICT FOR APPROVAL OF A PROPOSED) CASE NO. 2010-00300
INCREASE IN RATES FOR WATER SERVICE)

ORDER

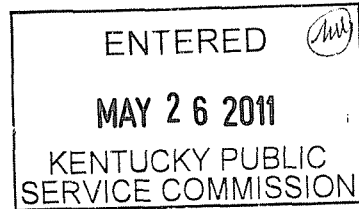
On May 3, 2011, the Commission issued Commission Staff's report on the application of Martin County Water District ("Martin District") and ordered Martin District to, among other things, file with the Commission, no later than May 17, 2011, its position on Commission Staff's recommendation that Martin District assess a surcharge to fund possible solutions to Martin District's non-revenue water problems. To date Martin District has not filed a written response to this recommendation.

In our Order of May 3, 2011, we further provided Martin District an opportunity to respond to the other findings and recommendations contained in the Commission Staff report and advised that failure to file written objections to those findings and recommendations would be deemed as agreement with them. Martin District has not submitted a response to these findings and recommendations.

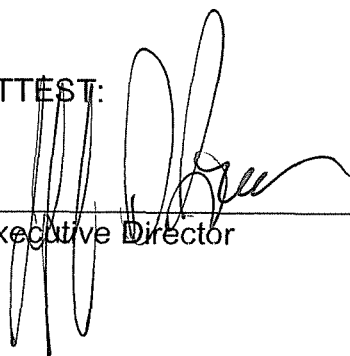
The Commission, on its own motion, HEREBY ORDERS and COMPELS Martin District to file in writing, no later than June 9, 2011, its position on the recommendation that Martin District request authority to assess a surcharge to fund its efforts to resolve its non-revenue water problems. Pursuant to KRS 278.990(1), failure to comply with this Order may subject Martin District and its officers to administrative sanctions.

The Commission further ORDERS that Martin District shall have until June 9, 2011 to file with the Commission any comments or objections regarding the remaining findings and recommendations set forth in the Commission Staff report.

By the Commission



ATTEST:



Executive Director

Joe Hammond
Manager
Martin County Water District (Water Division)
387 East Main Street, Suite 140
Inez, KY 41224

Honorable Kennis Maynard
Martin County Attorney
P. O. Box 414
Inez, KENTUCKY 41224

Honorable David Edward Spenard
Assistant Attorney General
Office of the Attorney General Utility & Rate
1024 Capital Center Drive
Suite 200
Frankfort, KENTUCKY 40601-8204