

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matters of:

PARKSVILLE WATER DISTRICT V. CITY OF DANVILLE ) CASE NO. 2014-00314  
)

GARRARD COUNTY WATER ASSOCIATION, INC. V. CITY OF DANVILLE ) CASE NO. 2014-00361  
)

PROPOSED ADJUSTMENT OF THE WHOLESALE WATER SERVICE RATES OF CITY OF DANVILLE ) CASE NO. 2014-00392  
)

ORDER

On August 28, 2014, Parksville Water District (“Parksville District”) filed a formal complaint against the city of Danville’s (“Danville”) proposed wholesale water rate adjustment. Parksville District alleged generally that Danville failed to provide proper notice to Parksville District and further alleged Danville’s proposed wholesale water rate increase is not reasonable. The Commission opened Case No. 2014-00314 on September 5, 2014 and issued an Order for Danville to respond to Parksville District’s formal complaint.<sup>1</sup> Danville filed its answer to Parksville District’s formal complaint on September 29, 2014 denying that it failed to provide proper notice and denying that the proposed wholesale water rate increase is not reasonable.

On September 8, 2014, Garrard County Water Association, Inc. (“Garrard Association”) filed a formal complaint against Danville’s proposed wholesale water rate adjustment. The utility supplemented its formal complaint on October 16, 2014. Garrard Association alleged generally that Danville failed to provide proper notice to

---

<sup>1</sup> Case No. 2014-00314, Parksville Water District v. City of Danville (Ky. PSC Sept. 5, 2014).

Garrard Association, that the proposed wholesale water rate adjustment was being implemented to pay for a loan on which Danville would not close until 2016, and that the proposed wholesale water rate increase is not reasonable. The Commission opened Case No. 2014-00361 on October 20, 2014 and issued an Order for Danville to respond to Garrard Association's formal complaint.<sup>2</sup> Danville filed its answer to Garrard Association's formal complaint on October 30, 2014 denying that it failed to provide proper notice and denying that the proposed wholesale water rate increase is not reasonable.

On October 17, 2014, Danville filed with the Commission revised tariff sheets setting forth proposed adjustments to its existing rates for wholesale water service to Garrard Association, Lake Village Water Association Inc., ("Lake Village"), and Parksville District effective on and after November 19, 2014. The Commission issued an Order on November 14, 2014, in Case No. 2014-00392, suspending Danville's proposed rates. The Commission further joined Garrard Association and Parksville District as parties in Case No. 2014-00392.

Having considered the issues raised in the two complaint cases and in the tariff filing by Danville, the Commission finds that:

1. The three cases relate to Danville's proposed wholesale water rate adjustment.
2. The three cases involve similar questions of law and fact.

---

<sup>2</sup> Case No 2014-00361, Garrard County Water Association, Inc. v. City of Danville (Ky. PSC Oct. 20, 2014).

3. Consolidation of the three cases will result in administrative efficiency, avoid duplication of efforts, and not prejudice the rights of the parties or the public interest.

4. All issues raised in Case Nos. 2014-00314 and 2014-00361 should be consolidated into Case No. 2014-00392.

IT IS THEREFORE ORDERED that:

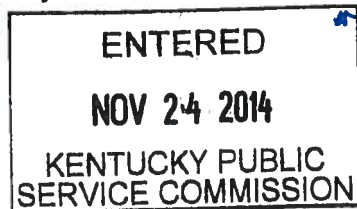
1. All issues raised in Case Nos. 2014-00314 and 2014-00361 shall be transferred to and consolidated into Case No. 2014-00392.

2. Case Nos. 2014-00314 and 2014-00361 shall be closed upon entry of this Order.

3. After issuance of this Order, all documents that would have been filed in Case Nos. 2014-00314 and 2014-00361 shall be filed in Case No. 2014-00392.

4. Documents filed prior to entry of this Order in Case Nos. 2014-00314 and 2014-00361 shall remain in their respective case files, with a copy of each such document being made by the Commission and filed in Case No. 2014-00392.

By the Commission



ATTEST:

  
\_\_\_\_\_  
Executive Director

Case No. 2014-00314  
Case No. 2014-00361  
Case No. 2014-00392

John Bowling  
Mayor  
City of Danville Water Dept.  
P. O. Box 670  
Danville, KY 40423

M. Todd Osterloh  
Sturgill, Turner, Barker & Moloney, PLLC  
333 West Vine Street  
Suite 1400  
Lexington, KENTUCKY 40507

Paul Reynolds  
Chairman / President  
Garrard County Water Association, Inc.  
315 Lexington Road  
P. O. Box 670  
Lancaster, KY 40444

Mike Sanford  
Executive Director  
Lake Village Water Association, Inc.  
801 Pleasant Hill Drive  
P. O. Box 303  
Burgin, KY 40310

Debbie Webb  
Co-Manager  
Parksville Water District  
10711 Lebanon Road  
P. O. Box 9  
Parksville, KY 40464