COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ALTERNATIVE RATE ADJUSTMENT FILING)CASE NO.OF MARION COUNTY WATER DISTRICT)2016-00163

<u>ORDER</u>

On April 28, 2016, Marion County Water District ("Marion District") applied for an adjustment of its rates for service pursuant to the procedures set forth in 807 KAR 5:076. After Marion District corrected filing deficiencies, its application was accepted for filing on May 12, 2016. Finding that a procedural schedule should be established to ensure the orderly review of Marion District's Application, the Commission HEREBY ORDERS¹ that:

1. No later than August 11, 2016, Commission Staff shall file with the Commission and serve upon all parties of record a written report containing its findings and recommendations regarding Marion District's requested rate adjustment.

2. No later than 14 days after the date of the filing of the Commission Staff Report each party of record shall file with the Commission:

a. Its written comments on and any objections to the findings contained in the Commission Staff Report; and

¹ No action is necessary to suspend the effective date of Marion District's proposed rates for general water service. Pursuant to 807 KAR 5:076, Section 7(1), an applicant who applies for a rate adjustment pursuant to the procedures set for in 807 KAR 5:076 may not place its proposed rates into effect until the Commission approves those rates or six months from the date of the filing of its application.

b. Any additional evidence for the Commission to consider.

3. If Commission Staff finds that Marion District's financial condition supports a higher rate than Marion District proposes or the assessment of an additional rate or charge not proposed in Marion District's Application, Marion District in its response to the Commission Staff Report shall also state its position in writing on whether the Commission should authorize the assessment of the higher rate or the additional rate or charge.

4. If Commission Staff finds that changes should be made to the manner in which Marion District accounts for the depreciation of Marion District's assets, Marion District in its response to the Commission Staff Report shall also state its position in writing on whether the Commission should require Marion District to implement the proposed change for accounting purposes.

5. A party's failure to file written objections to a finding contained in the Commission Staff Report within 14 days after the date of the filing of the Commission Staff Report shall be deemed a waiver of all objections to that finding.

6. If a party requests a hearing or informal conference, then the party shall make the request in its written comments and state the reason why a hearing or informal conference is necessary.

7. A party's failure to request a hearing or informal conference in the party's written response shall be deemed a waiver of all rights to a hearing on the Application and a request that the case stand submitted for decision.

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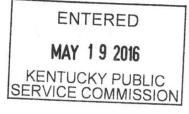
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8. A party's failure to file a written response within 14 days after the date of the filing of the Commission Staff Report shall be deemed a waiver of all rights to a hearing on the Application.

9. Any motion to intervene shall be filed no later than June 13, 2016.

10. A person who submits a motion to intervene after June 13, 2016, and upon a showing of good cause is granted full intervention shall accept and abide by the existing procedural schedule.

By the Commission



ATTEST:

Yunola

Acting Executive Director

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*Holly Nicholas Kentucky Engineering Group, LLC P.O. Box 1034 Versailles, KENTUCKY 40383

*Marion County Water District 1835 Campbellsville Road P. O. Box 528 Lebanon, KY 40033

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