COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

NOTICE OF PENDLETON COUNTY WATER DISTRICT,)
GAS DIVISION, TO INCREASE BASIC GAS RATES,) CASE NO.
TO IMPOSE A TEMPORARY GAS SURCHARGE TO PAY) 8568
ITS SUPPLIERS AND MOTION FOR INTERIM RATES)

ORDER

On April 18, 1985, the Commission held a further hearing in this matter at which certain persons were ordered or supcensed to appear and bring certain records and documents. None of the persons so ordered or supcensed appeared and the necessary records and documents were not made available.

At the hearing, counsel for Pendleton County Water District ("Pendleton County") requested additional time to research and brief the issues of whether the Commission has authority to suspend or revoke the surcharge ordered June 10, 1983, and whether the Commission can require a central point of collection for all revenues of Pendleton County with transmittal of the balance to Pendleton County after escrow of amounts collected pursuant to the surcharge.

Although Pendleton County has had notice that such action may be taken with respect to suspension or cancellation of the surcharge since the Commission's February 6, 1985, Order, as well as the order entered April 16, 1985, in this proceeding, the Commission will allow briefs on both these issues to be filed by Thursday, April 25, 1985, close of business.

In order to obtain the testimony of persons familiar with Pendleton County's operations, a hearing will be held on April 23, 1985, at 1:30 p.m., Eastern Daylight Time, in the Commission's offices at Frankfort, Kentucky. Furthermore, a hearing will also be held on April 26, 1985, in the Commission's offices at 9:30 a.m., for the purpose of addressing the issue of whether the Commission should suspend or cancel the surcharge at which time Pendleton County should appear and show cause if any it can why the surcharge should not be suspended or cancelled, or a central collection point mechanism be required.

IT IS THEREFORE ORDERED that all parties may file briefs with the Commission on the issues set forth herein by the close of business, April 25, 1985.

IT IS FURTHER ORDERED that a hearing be and it hereby is scheduled to take the testimony of certain witnesses familiar with Pendleton County's operations on April 23, 1985, in the Commission's offices, at 1:30 p.m., Eastern Daylight Time. At least the following persons shall appear: Mr. Denver Hornbeek, Mr. Harry Asher, Mr. Ted Munroe, Mr. Louis McClanahan and the district's bookkeeper.

IT IS FURTHER ORDERED that a further hearing at which Pendleton County shall appear and show cause if any it can when the surcharge should not be suspended or cancelled or a central collection point mechanism be required, be and it hereby is scheduled on April 26, 1985, at 9:30 a.m., Eastern Daylight Time, in the Commission's offices.

Done at Frankfort, Kentucky, this 19th day of April, 1985.

PUBLIC SERVICE COMMISSION

For the Commission

ATTEST: