

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PROPOSED ADJUSTMENT OF THE)	
WHOLESALE WATER SERVICE RATES)	CASE NO.
OF THE CITY OF WILLIAMSTOWN,)	96-219
KENTUCKY)	

O R D E R

On April 4, 1996, the City of Williamstown, Kentucky ("Williamstown") submitted proposed revisions to its existing rates for wholesale water service to public utilities. These rates were to become effective on and after November 1, 1996 and November 1, 1997. On May 9, 1996, Bullock Pen Water District ("Bullock Pen") requested, by letter, that the Commission conduct a hearing relative to the appropriateness of the rate increases intended to be imposed by Williamstown upon Bullock Pen. This letter was treated as a motion to intervene, and Bullock Pen was granted full intervention by Order of the Commission on May 31, 1996. In the same Order, the Commission, finding that further proceedings were necessary to determine the reasonableness of the proposed rate revisions, suspended those rates for five months and directed Williamstown to submit the information required by 807 KAR 5:001, Section 10, within 30 days. To date, this information has not been received by the Commission.

IT IS THEREFORE ORDERED that:

1. Within 30 days of the date of this Order, Williamstown shall submit the information required by 807 KAR 5:001, Section 10, or this case shall be dismissed without prejudice. To the extent that Williamstown considers any of the requirements of this regulation to be onerous or inapplicable, it may petition for a deviation from them.

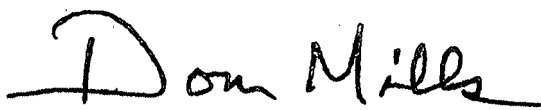
2. In addition, within 60 days of the date of this Order, Williamstown shall submit a cost of service study in support of its proposed rate revisions. The cost of service study shall be based on a methodology generally accepted within the industry, and based on current and reliable data from a single time period.

Done at Frankfort, Kentucky, this 26th day of July, 1996.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:


Executive Director