COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PROPOSED ADJUSTMENT OF THE WHOLESALE WATER SERVICE RATES OF THE CITY OF OWENTON, KENTUCKY

CASE NO. 98-283

<u>ORDER</u>

The City of Owenton, Kentucky ("Owenton") has submitted proposed revisions to its existing rates for wholesale water service to Tri-Village Water District ("Tri-Village"). Owenton proposes that these revisions become effective on and after June 1, 1998. Tri-Village has moved to intervene in any Commission proceedings on the proposed rate revisions.

Having considered the proposed rate revisions and being otherwise sufficiently advised, the Commission finds that, pursuant to KRS 278.190, further proceedings are necessary to determine the reasonableness of the proposed rate revision.

The Commission further finds that Tri-Village has a special interest in this proceeding which is not otherwise adequately represented and that its intervention is likely to present issues or to develop facts that assist the Commission in fully considering the matter without unduly complicating or disrupting this proceeding.

IT IS THEREFORE ORDERED that:

1. Owenton's proposed rate revisions are suspended for five months from June 1, 1998 up to and including October 31, 1998.

2. Within 30 days of the date of this Order, Owenton shall submit the information required by Administrative Regulation 807 KAR 5:001, Section 10. To the extent that Owenton considers any of the requirements of this regulation to be onerous or inapplicable, it may petition for a deviation from them.

3. The motion of Tri-Village for leave to intervene in this matter is granted.

4. Any party filing testimony, exhibits, pleadings, correspondence or any other documents with the Commission shall serve a copy of such documents on Tri-Village.

Done at Frankfort, Kentucky, this 29th day of May, 1998.

PUBLIC SERVICE COMMISSION

For the Commission

ATTEST Executive Director