COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE WOOD CREEK WATER DISTRICT,)WASTEWATER DIVISION'S PROPOSAL)CASE NO.TO DECREASE ITS CONNECTION CHARGE)2003-00003FOR THE PHASE II COLONY SCHOOL PROJECT)

ORDER

On December 16, 2002, Wood Creek Water District, Wastewater Division (Wood Creek) submitted a proposed tariff to decrease its existing rate to connect to its wastewater system for customers in the Phase II Colony School Project. On January 9, 2003, the Commission suspended the tariff to determine its reasonableness.

On February 19, 2003, Wood Creek submitted cost justification demonstrating that the tap-on fee discount was based on a 75 percent grant received for the area in question. Twenty-five percent of the existing tap-on fee of \$2,500 equals \$625. According to Wood Creek, the area in question is very close to an area in which a \$600 tap-on fee had been charged. In order to keep the tap-on fees equivalent, Wood Creek proposes to charge \$600 to the Phase II Colony School Wastewater Project tap-ons. The \$600 tap-on fee must be paid and all permits obtained before the completion of the project.

The Commission, having considered the cost justification supplied by Wood Creek and having been otherwise sufficiently advised, hereby finds that Wood Creek s proposed tariff is reasonable and should be approved. IT IS THEREFORE ORDERED that:

1. The proposed tariff filing of Wood Creek for decreasing existing tap-on fees for customers in the Phase II Colony School Project for tap-ons ordered prior to the project s completion is approved as filed.

2. The charges in Appendix A are approved for services rendered on and after the date of this Order.

3. This proceeding is concluded and shall be removed from the Commission s docket.

Done at Frankfort, Kentucky, this 28th day of February, 2003.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2003-00003 DATED February 28, 2003

The following rates, charges, and policies are prescribed for the customers in the area served by Wood Creek Water District. All other rates, charges, and policies not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Non-Recurring Charges

Meter Connection/Tap-On Charge Phase II Colony School Wastewater Project (prior to Completion of project) 5/8 X 3/4 Inch Meter \$600.00