

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE TARIFF FILING OF NORTH SHELBY WATER)	
COMPANY TO DECREASE THE RATE FOR)	CASE NO.
AUTOMATIC SPRINKLERS CHARGED TO)	2004-00105
SHELBY COUNTY PUBLIC SCHOOLS)	

COMMISSION STAFF'S NOTICE OF INFORMAL CONFERENCE
AND REQUEST FOR INFORMATION

By Order dated April 2, 2004, the Commission suspended North Shelby Water Company's ("North Shelby") proposed revisions to its existing rate for automatic sprinkler charge to Shelby County Public Schools. North Shelby's March 11, 2004 filing of the proposed decreased rate did not contain details with regard to the determination of the rate or the need for the rate decrease. In order to begin the review of the rate decrease proposal an informal conference is being scheduled as a part of this notice. North Shelby is requested to provide documents and be prepared to respond to the questions contained in Attachment A.

Further, pursuant to 807 KAR 5:001, Section 4(4), Commission Staff requests that all parties appear for an informal conference on May 19, 2004 at 10:00 a.m., Eastern Daylight Time, in Conference Room 2 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky. The purpose of the informal conference will be to allow North Shelby the opportunity to explain the rate proposal and answer questions of the parties regarding the rate decrease proposal. Representatives should be prepared to discuss the issue of whether it would be feasible to enter into negotiations

toward a settlement of the rate issue. If an agreement cannot be reached among the parties within a reasonable time frame, the Commission will begin processing the application as a formal application and take necessary steps toward finalizing the proceeding.



Beth O'Donnell
Executive Director
Public Service Commission
P. O. Box 615
Frankfort, KY 40602

DATED: May 11, 2004

cc: Parties of Record

ATTACHMENT A

1. Provide a copy of all calculations or other written documentation showing how the proposed decrease was determined. Include a narrative explanation of the results of the calculations as well as any supporting documentation.
2. For the financial period used in the calculations provided in response to Item 1 above, provide a comparative balance sheet and 12-month income statement for North Shelby's water operations.
3. Provide a statement of the efforts by North Shelby to negotiate an agreement with the Shelby County Public Schools on the appropriate rate to be charged.
4. Explain in detail how the proposed rate complies with the requirements of 807 KAR 5:095.