

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

MORGAN COUNTY WATER DISTRICT'S)
APPLICATION TO REVISE CERTAIN NON-) CASE NO. 2006-00193
RECURRING CHARGES)

ORDER

Morgan County Water District ("Morgan District") has applied to the Commission for authority to decrease its meter connection / tap-on charge. In its filing, Morgan District requested permission to deviate from certain filing requirements of Administrative Regulation 807 KAR 5:011, Section 10(3).

Section 10(3) requires that if two similar tariff filings have been made since the applicant's last general rate case, the current application is to be treated as an application for a general rate adjustment. Due to recent construction projects being funded by Coal Severance Bond monies, Morgan District has not incurred additional debt and states that its current rates are sufficient. Since the customers affected by this revision in tap-on fees will be the customers who create the expense, it would place an undue burden on existing customers if a general rate application was submitted for the tap-on fee adjustment.

Administrative Regulation 807 KAR 5:001, Section 14, provides the Commission with the authority to permit deviations from its regulations for good cause shown. Having reviewed the filing and being otherwise sufficiently advised, the Commission finds that requiring the submission of a general rate application in this instance would

result in additional expense to Morgan District with no corresponding benefit to its ratepayers, the Commission, or the public.

IT IS THEREFORE ORDERED that:

1. Morgan District's request for permission to deviate from the filing requirements of Administrative Regulation 807 KAR 5:011, Section 10(3), is granted.
2. Morgan District's application is considered filed as of May 10, 2006.

Done at Frankfort, Kentucky, this 22nd day of May, 2006.

By the Commission

ATTEST:

A handwritten signature in black ink, consisting of several overlapping loops and flourishes, positioned above a horizontal line.

Executive Director