COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF MOUNTAIN WATER DISTRICT)
TO INCREASE AND ESTABLISH CERTAIN) CASE NO. 2008-00508
NONRECURRING CHARGES)

ORDER

Mountain Water District has applied to adjust certain nonrecurring charges. Having reviewed the proposed charges, the Commission finds that a proceeding should be established to investigate the reasonableness of the proposed charges. We further find that, as Mountain Water District has not provided the notice that KRS 278.180(1) requires nor submitted tariff sheets stating a valid effective date as 807 KAR 5:011, Section 6, requires, no action is necessary to suspend or postpone the operation of the proposed rates.¹

IT IS HEREBY ORDERED that:

- 1. This proceeding is established to investigate the reasonableness of the proposed charges.
- 2. Mountain Water District shall not place the proposed revisions into effect until complying with procedures set forth in KRS 278.180 and 807 KAR 5:011.

On December 9, 2008, Mountain Water District submitted its application that contained revised tariff sheets that stated an effective date of January 1, 2009. As KRS 278.180(1) requires a utility to provide 30 days' notice of any proposed rate revision and Mountain Water District provided shorter notice, the proposed rates may not become effective. Moreover, the Commission found additional deficiencies and rejected the application. On December 23, 2008, Mountain Water District provided additional materials to correct these deficiencies. Among these materials were revised tariff sheets that did not state an effective date for the proposed revisions.

Done at Frankfort, Kentucky, this 30th day of January, 2009.

By the Commission

ATTECT.

Executive Director

Toni Akers Chairperson Mountain Water District 6332 Zebulon Highway P.O. Box 3157 Pikeville, KY 41502-3157

Honorable David Edward Spenard Assistant Attorney General Office of the Attorney General Utility & Rate 1024 Capital Center Drive Suite 200 Frankfort, KY 40601-8204