COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ALLEGED FAILURE OF CENTER RIDGE) CASE NO. WATER DISTRICT NO. 2 TO FILE REQUIRED) 2011-00337 REPORTS)

ORDER

KRS 278.230(3) directs every utility, when required by the Commission, to file with it any report or other information that the Commission reasonably requires. 807 KAR 5:006, Section 3(1) requires every utility to file with the Commission, on or before March 31 of each year, a financial and statistical report of its utility operations for the preceding calendar year on forms furnished by the Commission. KRS 278.990 provides penalties for utilities that fail to file the required reports.

Center Ridge Water District No. 2 ("Center Ridge Water") owns, controls, operates, and manages facilities in the Commonwealth of Kentucky which are used for and in connection with the distribution and furnishing of water to the public for compensation. It is, therefore, a utility subject to Commission jurisdiction.¹

KRS 278.990(1) states that any utility which willfully violates any provision of KRS Chapter 278 or any Commission regulation shall be subject to a civil penalty not less than \$25.00 and not more than \$2,500.

¹ KRS 278.010(3)(d).

On December 15, 2010, the Commission provided to Center Ridge Water the standard forms for the annual financial and statistical report. According to Commission records, Center Ridge Water has yet to file its Investor-Owned Water Company annual report for the 2010 calendar year. The absence of this report is *prima facie* evidence that Center Ridge Water willfully failed to comply with KRS 278.230(3).

IT IS THEREFORE ORDERED that:

1. Center Ridge Water shall file with the Commission, no later than October

20, 2011, its annual report for the 2010 calendar year.

2. Center Ridge Water shall appear on October 27, 2011, at 10:00 a.m.,

Eastern Daylight Time, in Hearing Room 1 of the Commission's offices at 211 Sower

Boulevard, Frankfort, Kentucky, for the purpose of showing cause why it should not be

subjected to the penalties of KRS 278.990 for its failure to comply with KRS 278.230(3).

3. If Center Ridge Water desires to waive its right to a hearing in this matter,

it shall, no later than October 20, 2011, file the required report and pay a penalty of

\$250. Payment of the penalty shall be made by certified check or money order made

payable to the Treasurer, Commonwealth of Kentucky, and shall be delivered to the

Office of General Counsel, Public Service Commission, 211 Sower Boulevard, P.O. Box

615, Frankfort, Kentucky 40602-0615.

By the Commission

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KENTUCKY PUBLIC

ATTEST:

Marson D. Messoull for Executive Director

William Duncan President Center Ridge Water District No. 2 69 Marguerite Blvd New Concord, KY 42076