COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF NORTHERN KENTUCKY) WATER DISTRICT FOR AN ADJUSTMENT OF) CASE NO. 2012-00072 RATES, ISSUANCE OF BONDS, AND FINANCING)

ORDER

Northern Kentucky Water District ("NKWD") has applied for an adjustment of rates and for authority to issue \$28,165,000 of revenue bonds. Finding that further proceedings are necessary to investigate the reasonableness of the proposed rates, the Commission suspends the operation of the proposed rates for a period of five months from their proposed effective date of August 1, 2012, and establishes a schedule for review of the proposed rates.

The Commission further finds that, given the complexity of the application and the requested relief, a final order addressing NKWD's proposed issuance of revenue bonds cannot be issued within 60 days of the filing of the application and that good cause exists to continue that portion of NKWD's application generally in accordance with KRS 278.300(2).

IT IS THEREFORE ORDERED that:

1. NKWD's proposed rates are suspended from August 1, 2012 up to and including December 31, 2012.

2. NKWD's financing application is continued generally in accordance with KRS 278.300(2).

3. The procedural schedule set forth in the Appendix to this Order shall be followed in this proceeding.

a. Responses to requests for information shall be appropriately indexed and shall include the name of the witness responsible for responding to the questions related to the information provided.

b. Each response shall be under oath or accompanied by a signed certification of the preparer or the person supervising the preparation of the response on behalf of the entity. The person signing the response shall acknowledge that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

c. A party shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect.

d. For any request to which a party fails or refuses to furnish all or part of the requested information, that party shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

4. At any hearing in this matter, neither opening statements, summarization of direct testimony nor surrebuttal testimony shall be permitted.

5. NKWD shall give notice of the time, place, and purpose of the scheduled hearing in this matter in a newspaper of general circulation in all areas in which it provides water service one time not less than 7 nor more than 21 days prior to the hearing.

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6. Pursuant to KRS 278.360, the record of the formal hearing in this matter shall be by videotape.

7. Commission Staff shall make a written exhibit list and shall file this list with the Commission with all exhibits and a copy of the video transcript of the hearing.

8. When filing documents, all parties shall observe the provisions of the Commission's Order of March 8, 2012.

9. Nothing contained herein shall prevent the Commission from entering further orders as necessary.

By the Commission



ATTEST:

Executive Director

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APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2012-00072 DATED JUL 2 0 2012

Commission Staff and Intervenors shall file with the Commission their first requests for information from NKWD no later than
NKWD shall file with the Commission its responses to requests for information no later than08/14/2012
Commission Staff and Intervenors shall file with the Commission supplemental requests for information from NKWD no later than08/24/2012
NKWD shall file with the Commission its responses to supplemental requests for information no later than
Intervenors shall file with the Commission the direct testimony of their witnesses, in verified prepared form, no later than
Commission Staff and NKWD shall file with the Commission their requests for information from Intervenors no later than
Intervenors shall file with the Commission their responses to supplemental requests for information no later than
NKWD shall file with the Commission the rebuttal testimony of its witnesses, in verified prepared form, no later than
Commission Staff and Intervenors shall file with the Commission their requests for information from NKWD regarding NKWD's rebuttal testimony no later than
NKWD shall file with the Commission its responses to requests for information no later than
An informal conference shall be held in the Commission's offices in Frankfort, Kentucky for the purpose of considering the possibility of settlement, the simplification of issues, and any other matters that may aid in the disposition of this case, beginning at 10:00 a.m. Eastern Standard Time, on
A public hearing on the application will be held, beginning at 10:00 a.m. on To Be Announced
Parties may file written briefs with the Commission no later than To Be Announced

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