COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF SALYERSVILLE WATER WORKS FOR ACCEPTANCE AND EXPEDITED IMPLEMENTATION OF ADJUSTMENTS TO ITS WHOLESALE WATER SERVICE RATE TO MAGOFFIN COUNTY WATER DISTRICT

CASE NO. 2013-00020

ORDER

On December 20, 2012, Salyersville Water Works ("Salyersville") filed with the Commission a proposed adjustment to its rate for wholesale water service to Magoffin County Water District ("Magoffin District"). The proposed adjustment would revise the current wholesale rate from a two-step rate to a flat rate and, based upon Magoffin District's wholesale water purchases for the year ending December 31, 2011, effectively increase the cost of wholesale water service by approximately 2.94 percent.¹ Salyersville requests that the notice period that KRS 278.180 requires be reduced to 20 days. Magoffin District has not opposed the proposed adjustment or requested a hearing.²

Having reviewed Salyerville's submission and being otherwise sufficiently advised, the Commission finds that good cause exists to accept the proposed rate revision and to reduce the required notice period to permit the proposed adjustment to become effective January 10, 2013.

Salyersville last adjusted its rate for wholesale water service on July 6, 2007.

² Magoffin District has applied for a purchased water adjustment to revise its rates to reflect the increase wholesale rate. See Case No. 2012-00581, Purchased Water Adjustment of Magoffin County Water District (Ky. PSC filed Dec. 20, 2012).

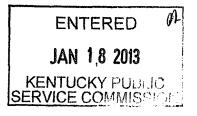
IT IS THEREFORE ORDERED that:

1. The time period in which Salyersville must provide notice to the Commission of the revisions to its wholesale water service rate is reduced to 20 days.

2. The proposed revisions to Salyersville's wholesale water service rate are accepted and effective as of January 10, 2013.

3. The proposed revised tariff sheet is accepted.

By the Commission



ATTEST: Exective/Difector

Case No. 2013-00020

Garry Rowe Superintendent Salyersville Water Works 401 College Street Salyersville, KY 41465