## COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

U.S. 60 WATER DISTRICT	)	
	)	CASE NO. 2015-00037
ALLEGED FAILURE TO COMPLY WITH	)	
807 KAR 5:006, SECTIONS 26 AND 27,	)	
AND 807 KAR 5:066, SECTION 7	ĺ	

## ORDER

By Order dated April 2, 2015, the Commission initiated this proceeding to determine whether U.S. 60 Water District ("U.S. 60") should be subject to the penalties prescribed in KRS 278.990 for three alleged violations arising under 807 KAR 5:006 and 807 KAR 5:066.

The violations cited in the Commission's Order arise from the August 9, 2014 collapse of a water storage stand pipe operated by U.S. 60 in Waddy, Kentucky. On April 14, 2015, U.S. 60 filed a response to the Commission's April 2, 2015 Order. An informal conference was held at the Commission's offices on May 13, 2015. Discussions in the course of the informal conference led to the filing of a Stipulation of Facts and Settlement Agreement ("Agreement") between U.S. 60 and Commission Staff on July 13, 2015. The Agreement sets forth an agreed upon summary of the facts, discusses the remedial actions taken, and provides for the payment of \$1,500 in full settlement of the proceeding.

The Commission finds that a formal hearing is necessary for U.S. 60 to present testimony as to why it should not be subject to the full extent of the penalties as set forth

in the Commission's April 2, 2015 Order for the three alleged violations and to determine whether the proposed Agreement is reasonable and should be approved.

IT IS THEREFORE ORDERED that U.S. 60 shall appear on August 18, 2015, at 10:00 a.m. Eastern Daylight Time, in Hearing Room 1 of the Commission's offices at 211 Sower Blvd., Frankfort, Kentucky, for the purpose of presenting testimony concerning the three alleged violations, showing cause why it should not be subject to the full penalties prescribed in KRS 278.990(1) for the three alleged violations as well as presenting testimony on the reasonableness of the proposed Agreement.

By the Commission

JUL 3 0 2015

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST

Executive Director

\*David Hedges Manager U. S. 60 Water District of Shelby and Franklin P. O. Box 97 Bagdad, KY 40003

\*Honorable Donald T Prather Mathis, Riggs & Prather, P.S.C. Attorneys at Law 500 Main Street Suite 5 Shelbyville, KENTUCKY 40065

\*U. S. 60 Water District of Shelby and Franklin 4596 Bagdad Road P. O. Box 97 Bagdad, KY 40003