#### COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

### ELECTRONIC PROPOSED ADJUSTMENT OF ) THE WHOLESALE WATER SERVICE RATES OF ) CASE NO. LEBANON WATER WORKS ) 2017-00417

## ORDER

On September 26, 2018, Marion County Water District (Marion District) filed its report on refund to customers that also contained a motion for deviations from the regulatory requirement set forth in 807 KAR 5:067, Section 7; however, that regulation applies to investor-owned utilities. The applicable regulation to Marion District is 807 KAR 5:068, Section 7. Pursuant to 807 KAR 5:068, Section 7, Marion District is required to use a refund factor based upon estimated bills, and to refund the amount over a two-month period.

Marion District explained it has worked with its billing vendor to be able to make customer-specific refunds based upon actual data in a one-month period. Marion District further explained that applying the proposed calculation will result in each customer receiving the actual amount the customer overpaid for water service under the higher rate and reducing the refund period to one-month will result in significant savings to the ratepayers. Finally, Marion District asked for approval of its refund plan outlined in its report. Pursuant to 807 KAR 5:001, Section 22, the Commission has the authority to grant a deviation from these regulations for good cause shown. Having reviewed Marion District's motion, basis for deviations, and the report on refund, the Commission finds there is good cause to grant Marion District's motion for deviations and approve its refund plan.

IT IS THEREFORE ORDERED that:

1. Marion District's motion for deviations from 807 KAR 5:068, Section 7, is granted.

2. The refund plan outlined in its September 26, 2018 filing is approved.

3. Nothing contained herein shall prevent the Commission from entering further Orders in this matter.

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By the Commission

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ATTEST:

Show R Rinson

Executive Director

Case No. 2017-00417

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