

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF NORTHERN KENTUCKY)
WATER DISTRICT (A) FOR AN ADJUSTMENT OF)
RATES; (B) A CERTIFICATE OF CONVENIENCE) CASE NO. 2005-00148
AND NECESSITY FOR IMPROVEMENTS TO)
WATER FACILITIES IF NECESSARY; AND (C))
ISSUANCE OF BONDS)

ORDER

Northern Kentucky Water District ("NKWD") having moved for a hearing on the issue of its liability for the installation and maintenance of a customer's service line and the Commission finding that the water utility should be afforded the opportunity to present evidence and argument on this issue, IT IS HEREBY ORDERED that:

1. NKWD's motion is granted.
2. A hearing shall be held in this matter on July 3, 2007, beginning at 9:00 a.m., Eastern Daylight Time, in Hearing Room 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky.
3. Each party shall file the testimony of each of its witnesses in verified prepared form no later than June 29, 2007.
4. A teleconference shall be held in this matter on July 2, 2007, beginning at 11:00 a.m., Eastern Daylight Time, for the purpose of discussing procedural issues related to the hearing. Persons may access the conference by calling (502) 564-3940 and requesting Extension 7098.

5. Each party shall limit its opening and closing statements to 5 minutes each.

6. Direct examination of witnesses shall be limited to the authentication and adoption of that written testimony. Witnesses shall not summarize their written testimony.

7. Each party to this proceeding may file a written brief with the Commission no later than July 31, 2007 on the issues presented in this matter.

8. No more than 21 and not less than 7 days before the scheduled hearing in this matter, NKWD shall publish the notice set forth in Appendix A to this Order in a newspaper of general circulation in each county in which it provides water service.

Done at Frankfort, Kentucky, this 8th day of June, 2007.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2005-00148 DATED

NOTICE

**APPLICATION OF NORTHERN KENTUCKY WATER)
DISTRICT (A) FOR AN ADJUSTMENT OF RATES; (B) A)
CERTIFICATE OF CONVENIENCE AND NECESSITY) CASE NO. 2005-00148
FOR IMPROVEMENTS TO WATER FACILITIES IF)
NECESSARY; AND (C) ISSUANCE OF BONDS)**

A public hearing will be held in the above-styled case on July 3, 2007, beginning at 9:00 a.m., Eastern Daylight Savings Time, on Northern Kentucky Water District's request for a deviation from Administrative Regulation 807 KAR 5:066, Section 12(1). This regulation requires places responsibility upon a water utility for the ownership and maintenance of the service connection from the utility's distribution main to the customer's meter. Northern Kentucky Water District proposes to transfer this responsibility to its customers in those instances where the customer's meter is located inside a building.

Any corporation, association, or person who wishes to submit written comments on Northern Kentucky's request may submit such comments no later than July 2, 2007, to Ms. Beth O'Donnell, Executive Director, Kentucky Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602 or by electronic mail to psc.info@ky.gov.

Any person may examine the application and any other filings made by the utility at the Commission's office at 211 Sower Boulevard, Frankfort, Kentucky between 8:30 a.m. and 4:00 p.m. on weekdays or by visiting the Public Service Commission's website at <http://psc.ky.gov/pscscf/2005-00148/>.