



Ernie Fletcher  
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Teresa J. Hill, Secretary  
Environmental and Public  
Protection Cabinet

Commonwealth of Kentucky  
**Public Service Commission**  
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Frankfort, Kentucky 40602-0615  
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John W. Clay  
Commissioner

Christopher L. Lilly  
Commissioner  
Department of Public Protection

Honorable Ray Edelman  
Attorney At Law  
150 South Main Street  
Lawrenceburg, KY 40342

November 8, 2006

RE: Case No. 2006-00118

We enclose one attested copy of the Commission's Order in the above case.

Sincerely,

A handwritten signature in black ink, appearing to read "Beth O'Donnell".

Beth O'Donnell  
Executive Director

BOD/sh  
Enclosure

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE TARIFF FILING OF SOUTH ANDERSON )  
WATER DISTRICT SETTING POLICY FOR )  
WATER MAIN EXTENSIONS TO SERVE REAL ) CASE NO. 2006-00118  
ESTATE DEVELOPMENTS )

ORDER

Finding that the requested deviation from Administrative Regulation 807 KAR 5:066, Section 11, may have a significant effect on several persons who reside or do business in the territory of South Anderson Water District ("South Anderson") and that such persons should be notified of South Anderson's request, IT IS THEREFORE ORDERED that:

1. No later than November 22, 2006, South Anderson shall publish the notice set forth in the Appendix in a newspaper of general circulation in its territory.
2. No later than December 1, 2006, South Anderson shall file with the Commission that an affidavit from the publisher verifying that the notice was published, including the dates of the publication with an attached copy of the published notice.

Done at Frankfort, Kentucky, this 8th day of November, 2006.

By the Commission

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2006-00118 DATED November 8, 2006.

**NOTICE**

**THE TARIFF FILING OF SOUTH ANDERSON )  
WATER DISTRICT SETTING POLICY FOR ) CASE NO. 2006-00118  
WATER MAIN EXTENSIONS TO SERVE REAL )  
ESTATE DEVELOPMENTS )**

On October 17, 2006, South Anderson Water District applied to the Public Service Commission of Kentucky for a deviation from the refunding requirements of 807 KAR 5:066, Section 11 (3). In its application, South Anderson Water District seeks relief from the obligation of making immediate refunds to real estate subdivision developers who have contributed to the cost of water distribution main extensions to serve real estate subdivisions.

Public Service Commission regulations permit South Anderson Water District to require a real estate subdivision developer to pay or finance the entire cost to extend water distribution mains to a real estate subdivision development. These regulations further require South Anderson Water District, for a period of not less than 10 years, to refund annually the cost of 50 feet of the water distribution main extension to the developer for each new customer who is directly connected to the extension. South Anderson has proposed a revision to this requirement which, while still requiring refunds to real estate subdivision developers, would limit the amount of refunds required to be made in a one-year period. The proposal would possibly lengthen the time under which the water district retains a real estate subdivision developer's deposit or otherwise makes refunds to a developer.

Any corporation, association, or person with an interest in the matter may, within thirty (30) days after publication of this notice, make written request to intervene in this matter or otherwise submit comments in writing to the Kentucky Public Service Commission. Any person who has been granted intervention by the commission may obtain copies of the application and any other filings made by the utility by contacting the utility at 142 South Main Street, P. O. Box 17, Lawrenceburg, Kentucky 40342 or (502) 839-6919. All requests and comments should refer to Case No. 2006-00118 and be sent to: Executive Director, Kentucky Public Service Commission, P.O. Box 615, Frankfort, Kentucky 40602.

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 Commission's website at <http://psc.ky.gov/pscscf/2006-00186/>