



Steven L. Beshear
Governor

Leonard K. Peters
Secretary
Energy and Environment Cabinet

Commonwealth of Kentucky
Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, Kentucky 40602-0615
Telephone: (502) 564-3940
Fax: (502) 564-3460
psc.ky.gov

David L. Armstrong
Chairman

James Gardner
Vice-Chairman

John W. Clay
Commissioner

August 11, 2008

Mr. Walt Beasley
Ohio County Water District
130 E. Washington Street, Suite 206
P.O. Box 207
Hartford, KY 42347

RE: Case No. 2008-00317
Ohio County Water District
(Non-recurring Charges)
Filing Deficiencies

Dear Mr. Beasley:

The Commission staff has reviewed Ohio County Water District's application in the above case. The filing is rejected for the reasons set forth below:

(1) Filing deficiencies pursuant to 807 KAR 5:011, Section 10(2): If the additional revenue to be generated from the proposed tariff revisions exceeds by five (5) percent the total revenues provided by all miscellaneous and non-recurring charges for a recent twelve (12) month period, the utility must file, in addition to the information set out in subsection (1)(a) of this section, the following: An absorption test showing that the additional net income generated by the tariff filing will not result in an increase in the rate of return (or other applicable valuation methods) to a level greater than that allowed in the most recent rate case. Any general rate increases received during the twelve (12) month period must be annualized. Any significant cost changes may be included but must be documented as part of the filing.

The statutory time period in which the Commission must process this case will not commence until the above-mentioned information is filed with the Commission. You are requested to file 10 copies of this information within 15 days of date of this letter.

In all future correspondence or filings connected with this case, please reference the above case number. If you need further assistance, please contact my staff at 502-564-3940.

Sincerely,

Ryan Gatewood, Director
Division of Filings

RG/rs

cc: Parties of Record