COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ALTERNATIVE RATE ADJUSTMENT FILING OF) CASE NO. REID VILLAGE WATER DISTRICT) 2014-00379

ORDER

On October 27, 2014, Reid Village Water District ("Reid Village") applied for an adjustment of its rates for service pursuant to the procedures set forth in 807 KAR 5:076. After Reid Village corrected a deficiency, its application was deemed filed on November 18, 2014. Finding that a procedural schedule should be established to ensure the orderly review of Reid Village's application, the Commission HEREBY ORDERS¹ that:

1. No later than February 24, 2015, Commission Staff shall file with the Commission and serve upon all parties of record a written report containing its findings and recommendations regarding Reid Village's requested rate adjustment.

2. No later than March 10, 2015, or 14 days after the date of the filing of the Commission Staff Report, whichever occurs earlier, each party of record shall file with the Commission:

a. Its written comments on and any objections to the findings and recommendations contained in the Commission Staff Report;

¹ No action is necessary to suspend the effective date of Reid Village's proposed rates for general water service. Pursuant to 807 KAR 5:076, Section 7(1), an applicant who applies for a rate adjustment pursuant to the procedures set forth in 807 KAR 5:076 may not place its proposed rates into effect until the Commission approves those rates or six months from the date of the filing of its application, whichever occurs first.

b. Any additional evidence for the Commission's consideration; and,

c. Written notice as to whether this matter may be submitted for decision based upon the existing record without hearing.

3. If Commission Staff finds that Reid Village's financial condition supports a higher rate than Reid Village proposes or the assessment of an additional rate or charge not proposed in Reid Village's application, Reid Village, in its response to the Commission Staff Report, shall also state its position in writing on whether the Commission should authorize the assessment of the higher rate or the recommended additional rate or charge.

4. If Commission Staff recommends changes in the manner in which Reid Village accounts for the depreciation of Reid Village's assets, Reid Village, in its response to the Commission Staff Report, shall also state its position in writing on whether the Commission should require Reid Village to implement the proposed change for accounting purposes.

5. A party's failure to file written objections to a finding or recommendation contained in the Commission Staff Report by March 10, 2015, or 14 days after the date of the filing of the Commission Staff Report, whichever occurs earlier, shall be deemed as agreement with that finding or recommendation.

6. Unless all parties request that this matter be submitted for decision upon the existing record, an informal conference shall be held in this matter on March 17, 2015, at 2:00 p.m., Eastern Daylight Time, at the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky.

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7. Unless all parties request that this matter be submitted for decision upon the existing record, a formal hearing in this matter shall be held in the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky, at a date and time to be announced.

8. Each party shall file with the Commission, no later than March 24, 2015, a list of the persons it intends to call as witnesses at the scheduled hearing and a summary of each witness's expected testimony.

9. Reid Village shall publish notice of the scheduled hearing in accordance with 807 KAR 5:076, Section 11, no more than 21 days and no less than seven days before the day of the scheduled hearing.

10. Pursuant to KRS 278.360 and 807 KAR 5:001, Section 9(9)(a), the record of the formal hearing in this matter shall be by videotape.

11. Commission Staff shall prepare a written list of all exhibits presented at the hearing and shall file this list, with all hearing exhibits, and a copy of the video transcript of the hearing with the Commission.

12. Any motion to intervene shall be filed no later than December 18, 2014.

13. A person who submits a motion to intervene after December 18, 2014, and upon a showing of good cause is granted full intervention shall accept and abide by the existing procedural schedule.

ATTES Executive Director

By the Commission

1 ENTERED DEC 12 2014 KENTUCKY PUBLIC

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Rachel Cartmill Office Manager Reid Village Water District 903 Winchester Road Mt. Sterling, KY 40353