COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ALTERNATIVE RATE ADJUSTMENT FILING OF)
MCKINNEY WATER DISTRICT

CASE NO.

2015-00331

ORDER

On October 2, 2015, McKinney Water District ("McKinney") applied for an adjustment of its rates for service pursuant to the procedures set forth in 807 KAR 5:076. After McKinney corrected filing deficiencies, its application was accepted for filing on October 20, 2015. Finding that a procedural schedule should be established to ensure the orderly review of McKinney's application, the Commission HEREBY ORDERS¹ that:

- 1. No later than February 2, 2016, Commission Staff shall file with the Commission and serve upon all parties of record a written report containing its findings and recommendations regarding McKinney's requested rate adjustment.
- 2. No later than February 16, 2016, 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; and
 - b. Any additional evidence for the Commission to consider.

¹ No action is necessary to suspend the effective date of McKinney'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 for 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.

- c. If a party requests a hearing or informal conference, then the party shall make the request in its written comments and state the reason why a hearing or informal conference is necessary.
- 3. If Commission Staff finds that McKinney's financial condition supports a higher rate than McKinney proposes or the assessment of an additional rate or charge not proposed in McKinney's application, McKinney 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 McKinney accounts for the depreciation of McKinney's assets, McKinney in its response to the Commission Staff Report shall also state its position in writing on whether the Commission should require McKinney 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 February 16, 2016, or 14 days after the date of the filing of the Commission Staff Report, whichever occurs earlier, shall be deemed a waiver of all objections to that finding or recommendation.
- 6. A party's failure to request a hearing or informal conference in the party's written response shall be deemed a waiver of all rights to a hearing on the application and a request that the case stand submitted for decision.

- 7. A party's failure to file a written response by February 16, 2016, or 14 days after the date of the filing of the Commission Staff Report, whichever occurs earlier, shall be deemed waiver of all rights to a hearing on the application.
 - 8. Any motion to intervene shall be filed no later than November 19, 2016.
- 9. A person who submits a motion to intervene after November 19, 2016, and upon a showing of good cause is granted full intervention shall accept and abide by the existing procedural schedule.

By the Commission

ENTERED

NOV 02 2015

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

*McKinney Water District 2900 KY HWY 198 Stanford, KY 40484

Mark Reed Manager McKinney Water District P. O. Box 7 McKinney, KY 40448