COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

Proposed Wholesale Water
Adjustment of the city of Manchester

) Case No. 2005-00440

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PUBLIC SERVICE COMMISSION

MOTION

The city of Manchester, by counsel, moves to withdraw its proposed wholesale water rate conditioned on the Commission's acceptance of its request of February 23, 2006, of a staff audit of its water department financial records. The purpose of this staff audit is to calculate a proposed wholesale water rate subject to the city's review and acceptance, which will substitute for the rate case procedure currently pending.

For these reasons, Manchester withdraws its proposed wholesale rate increase pending the Commission's order granting this Motion.

submitted by

Attorney for Manchester

Certificate:

I certify that a copy of this motion was served on North Manchester Water

Association, 7362 N. HWY 421, Manchester, KY 40962 this the 10th day of April, 2006.

John M. Hughes