

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

SOUTH EASTERN WATER ASSOCIATION, INC.)
FILING OF A WATER PURCHASE AGREEMENT) CASE NO. 2007-00414
WITH THE CITY OF BURNSIDE)

ORDER

On June 7, 2007, South Eastern Water Association, Inc. ("South Eastern") filed with the Commission a water purchase agreement to sell water to the city of Burnside ("Burnside"). The agreement was originally executed on December 31, 2002 but was not filed with the Commission at that time.

The Commission finds that, pursuant to KRS 278.190, additional proceedings are necessary to determine the reasonableness of the water purchase agreement and that the intervention of Burnside is likely to present issues or to develop facts that assist the Commission in fully considering the matter without unduly complicating or disrupting this proceeding.

IT IS THEREFORE ORDERED that:

1. This case is established to investigate the reasonableness of South Eastern's water purchase agreement with Burnside.
2. Burnside is granted full intervention status in this proceeding.
3. Nothing contained herein shall prevent the Commission from entering further Orders in this matter.

Done at Frankfort, Kentucky, this 26th day of September, 2007.

By the Commission

ATTEST

Executive Director

Case No. 2007-00414