COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| ALLEGED FAILURE OF THE CITY OF DANVILLE |) |
|---|-----------------------|
| TO COMPLY WITH KRS 278.160 AND 278.180 |) |
| AND THE COMMISSION'S ORDER OF |) CASE NO. 2008-00176 |
| AUGUST 10, 1994 IN ADMINISTRATIVE CASE |) |
| NO. 351 |) |

ORDER

The parties to this proceeding have advised the Commission that they have reached an agreement on all outstanding issues in this matter and jointly moved the Commission to suspend the existing requirement for submission of written briefs.

Having considered the motion and being otherwise sufficiently advised, the Commission finds that the motion should be granted in part and denied in part. The parties will be permitted until June 1, 2009 to submit to the Commission any written settlement agreement for the Commission's consideration. Upon reviewing the agreement, we will determine whether the submission of written briefs is still necessary. We advise all parties that no settlement agreement may restrict or limit the Commission's statutory authority to enforce the provisions of KRS Chapter 278.

IT IS THEREFORE ORDERED that:

- 1. The Joint Motion is granted in part and denied in part.
- 2. The Order of April 10, 2009 in this matter is suspended.
- 3. The parties shall file with the Commission any settlement agreement regarding the issues present in this proceeding no later than June 1, 2009.

By the Commission

ENTERED

MAY 22 2009 1 KENTUCKY PUBLIC SERVICE COMMISSION

John Bowling Mayor City of Danville Water Dept. P. O. Box 670 Danville, KY 40423 Paul Stansbury City of Danville PO Box 670 Danville, KY 40423

Hon. Hugh Coomer City of Danville PO Box 670 Danville, KY 40423 Honorable William L Stevens Attorney at Law Taylor & Stevens 326 West Main Street P.O. Box 901 Danville, KY 40423

Honorable Edward Hays Sheehan, Barnett, Hays, Dean & Pennington, 114 South Fourth Street P.O. Box 1517 Danville, KY 40423-1517 Harold C Ward
President
Garrard County Water Association, Inc.
315 Lexington Road
P. O. Box 670
Lancaster, KY 40444

Honorable John N Hughes Attorney at Law 124 West Todd Street Frankfort, KY 40601 Honorable Katherine K Yunker Attorney At Law Yunker & Associates P. O. Box 21784 Lexington, KY 40522-1784

Mr. Danny Noel President Lake Village Water Association, Inc. 801 Pleasant Hill Drive P. O. Box 303 Burgin, KY 40310

Ronald Russell Chairman Parksville Water District 10711 Lebanon Road P. O. Box 9 Parksville, KY 40464

Mike Sanford Manager Lake Village Water Association, Inc. 801 Pleasant Hill Drive P. O. Box 303 Burgin, KY 40310