COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PROPOSED ADJUSTMENT OF THE WHOLESALE) CASE NO. WATER SERVICE RATES OF CITY OF DANVILLE) 2014-00392

ORDER

On April 27, 2015, the city of Danville ("Danville") filed a motion to cancel the June 9, 2015 hearing and submit on the record or, alternatively, to change the hearing date. In support of its motion to cancel the hearing, Danville states that it "has provided information indicating that it could justify rates higher than what are being proposed as fair, just, and reasonable."¹ Danville further states that sufficient evidence is in the record to grant the proposed rate increase and that a hearing is not necessary.

In support of its motion to reschedule the hearing, Danville states that Connie Allen with Salt River Engineering, one of Danville's primary witnesses, will be on temporary military duty on June 9, 2015.

Parksville Water District ("Parksville") filed a response on May 4, 2015, to Danville's April 27, 2015 motion. Parksville questions some of the assumptions upon which the cost-of-service study is based and believes further inquiry is needed.

The Commission will conduct a hearing when a request for hearing has been made unless a hearing is not required by statute, or is found by the Commission to be unnecessary for protection of substantial rights or not in the public interest.²

¹ Motion, unnumbered p. 2.

² 807 KAR 5:001, Section 9(1).

Having considered Danville's April 27, 2015 motion and Parksville's May 4, 2015 response, the Commission finds that:

1. A hearing is necessary for the protection of substantial rights and is in the public interest.

2. Danville's motion to cancel the hearing should be denied.

3. Danville's motion to reschedule the hearing should be granted.

4. The hearing scheduled for June 9, 2015, should be cancelled.

IT IS THEREFORE ORDERED that:

1. Danville's motion to cancel the hearing is denied.

2. Danville's motion to reschedule the hearing is granted.

3. The hearing scheduled for June 9, 2015, is cancelled.

4. A formal hearing in this matter shall be held on Wednesday June 3, 2015, at 10 a.m. Eastern Daylight Time, in the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky.

5. No later than Tuesday, May 26, 2015, each party shall provide the names and titles of each witness the party intends to call at the June 3, 2015 hearing and the order in which the party intends to call its witnesses.

6. Each party shall file with the Commission no later than May 26, 2015, a list of all documents that it intends to offer as exhibits and ten single-sided copies of any document that will be presented as an exhibit that has not been previously filed with the Commission in this proceeding. A party filing a document containing personal information shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the document so that personal information cannot be read.

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7. Parties will present their witnesses in the following order:

a. City of Danville;

b. Garrard County Water Association, Inc.; then

c. Parksville Water District.

8. Cross-examination of witnesses will be conducted in the following order:

a. City of Danville;

b. Garrard County Water Association, Inc.;

c. Parksville Water District; then

d. Commission Staff.

9. No opening or closing statements shall be presented by any party.

10. Danville shall publish notice of the scheduled hearing in accordance with 807 KAR 5:001, Section 9(2)(b)(2), no more than 21 days and no less than seven days before the day of the scheduled hearing. In addition, the notice of hearing shall include the following statement: "This hearing will be streamed live and may be viewed on the PSC website, psc.ky.gov."

11. 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 digital video recording.

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

13. Any request to cancel or postpone this hearing shall be made by motion filed with the Commission at least one week before the hearing is scheduled to commence.

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By the Commission

ENTERED MAY 15 2015 KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST Executive Dir ector

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