

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTON COUNTY WATER)
DISTRICT (A) FOR AUTHORITY TO ISSUE)
PARTY REVENUE BONDS IN THE)
APPROXIMATE PRINCIPAL AMOUNT OF)
\$7,315,000 FOR THE PURPOSE OF) CASE NO. 94-056
REFUNDING BOND ANTICIPATION NOTES)
AND FOR OTHER NEEDS; AND (B) NOTICE)
OF AN ADJUSTMENT IN WATER RATES: AN)
INCREASE OF APPROXIMATELY)
\$1,834,000 EFFECTIVE MAY 1, 1994)

O R D E R

Kenton County Water District No. 1 ("Kenton District") has applied for Commission approval to adjust its rates for service rendered on and after May 1, 1994. It has further applied for authority to issue parity revenue bonds in the approximate principal amount of \$7,315,000.

After reviewing the application, the Commission finds that further proceedings are necessary to determine the reasonableness of the proposed rates and that such proceedings cannot be completed prior to May 1, 1993. It further finds that good cause exists to continue generally Kenton District's application for authority to issue parity bonds.

IT IS THEREFORE ORDERED that:

1. The rates proposed in Kenton District's application are suspended for the period through and including September 30, 1994.

2. That portion of Kenton District's application which requests authority to issue parity revenue bonds is continued generally.

3. The procedural schedule listed in Appendix A, which is attached hereto and incorporated herein, shall be followed.

4. All requests for information and responses thereto shall be appropriately indexed. All responses shall include the name of the witness who will be responsible for responding to the questions related to the information provided, with copies to all parties of record and 10 copies to the Commission.

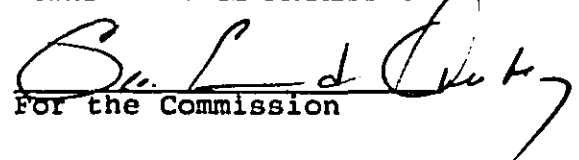
5. Kenton District shall give notice of the hearing in accordance with the provisions set out in 807 KAR 5:011, Section 8(5). At the time publication is requested, it shall forward a duplicate of the notice and request to the Commission.

6. Motions for extensions of time with respect to the schedule herein shall be made in writing and will be granted only upon a showing of compelling reasons.

7. Nothing contained herein shall prevent the Commission from entering further Orders in this matter.

Done at Frankfort, Kentucky, this 28th day of April, 1994.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 94-056 DATED 4/28/84

All requests for information to Kenton District shall
be due no later than 06/03/94

Kenton District shall mail or deliver responses to
the requests for information no later than 06/17/94

All supplemental requests for information (to
include only those matters within the scope of
the initial requests) to Kenton District shall be
due no later than 07/01/94

Kenton District shall mail or deliver responses to
supplemental requests for information
no later than 07/15/94

Intervenor testimony, if any, shall be filed
in verified prepared form no later than 07/29/94

All requests for information to Intervenors
shall be due no later than 08/12/94

Intervenors shall mail or deliver responses to
requests for information no later than 08/26/94

Informal Conference is to begin at 10:00 a.m.,
Eastern Daylight Time, in Hearing Room 2 of the
Commission's offices at 677 Comanche Trail,
Frankfort, Kentucky to consider simplification of
issues, the contents of the record, and any other
matters which may aid in the disposition of
this proceeding 09/08/94

Last day for Kenton District to publish notice
of hearing date 09/05/94

Public Hearing is to begin at 9:30 a.m., Eastern
Daylight Time, in Hearing Room 1 of the Commission's
offices at 730 Schenkel Lane, Frankfort, Kentucky,
for the purpose of cross-examination of witnesses
of Kenton District and witnesses of the Intervenors . . 09/13/94

Post-Hearing briefs, if any, shall be submitted no
later than 10/20/94