

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTON COUNTY WATER)
DISTRICT NO. 1 (A) FOR AUTHORITY TO)
ISSUE PARITY REVENUE BONDS IN THE)
APPROXIMATE AMOUNT OF \$14,402,000; (B))
A CERTIFICATE OF CONVENIENCE AND)
NECESSITY FOR THE CONSTRUCTION OF A NEW) CASE NO. 94-316
OHIO RIVER PUMP STATION AT A COST OF)
APPROXIMATELY \$13,400,000; AND (C))
NOTICE OF AN ADJUSTMENT OF RATES: AN)
INCREASE OF APPROXIMATELY \$1,778,000)
EFFECTIVE NOVEMBER 1, 1995)

O R D E R

Kenton County Water District No. 1 ("Kenton District") has moved for a deviation from Commission Regulation 807 KAR 5:001. More specifically, Kenton District requests permission to use financial information which covers operations for a twelve-month period which ended more than 90 days before the expected filing of its application for rate adjustment. Taylor Mill Utilities Commission ("Taylor Mills") has filed a response in which it does not object to the motion but requests consolidation of both cases.

Having considered the motion and response thereto, the Commission finds that the motion should be granted. The present case, however, should not be consolidated with Case No. 94-056. KRS 278.190(3) requires that the Commission rule on Kenton District's application in Case No. 94-056 no later than January 27, 1995. This requirement would not allow the Commission adequate time to review Kenton District's new application.

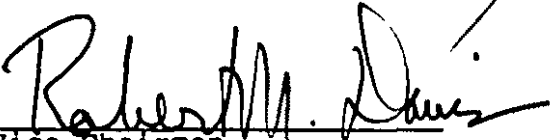
IT IS THEREFORE ORDERED that:

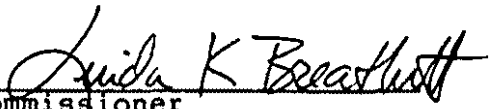
1. Kenton District's Motion for Deviation is granted.
2. To the extent that 807 KAR 5:001, Sections 10 and 11, requires an application for rate adjustment and authorization to issue evidences of indebtedness to use financial information which covers operations for a twelve-month period which ended more than 90 days before the date of its application, Kenton District is permitted to deviate from these requirements.
3. Taylor Mill's request for consolidation is denied.

Done at Frankfort, Kentucky, this 14th day of September, 1994.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director