COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PROPOSED ADJUSTMENT OF THE)	
WHOLESALE WATER SERVICE RATES OF) C	ASE NO. 97-453
THE CITY OF DANVILLE, KENTUCKY)	

ORDER

The City of Danville, Kentucky ("Danville") has submitted proposed revisions to its existing rates for wholesale water service to public utilities. Danville proposes that these revisions become effective for service rendered on and after November 15, 1997. Lake Village Water Association has moved to intervene in any Commission proceedings on the proposed rates and for suspension of the proposed rates.

Having considered the proposed rates and being otherwise sufficiently advised, the Commission finds that, pursuant to KRS 278.190, further proceedings are necessary to determine the reasonableness of the proposed rate revision.

The Commission further finds that Lake Village Water Association has a special interest in this proceeding that is not otherwise adequately represented and that its intervention 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. Danville's proposed rate revisions are suspended for five months from November 15, 1997 to April 14, 1998.

2. Within 30 days of the date of this Order, Danville shall submit the information

required by 807 KAR 5:001, Section 10. To the extent that Danville considers any of the

requirements of this regulation to be onerous or inapplicable, it may petition for a deviation

from them.

3. The motion of Lake Village Water Association for leave to intervene in this

matter is granted.

4. Lake Village Water Association shall be entitled to the full rights of a party and

shall be served with the Commission's Orders and with filed testimony, exhibits, pleadings,

correspondence and all other documents submitted by the parties after the date of this

Order.

5. Should Lake Village Water Association file documents of any kind with the

Commission in the course of these proceedings, it shall also serve a copy of said document

on all other parties of record.

Done at Frankfort, Kentucky, this 14th day of November, 1997.

PUBLIC SERVICE COMMISSION

For the Commission

ATTEST:

Executive Director