

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PROPOSED ADJUSTMENT OF THE)
WHOLESALE WATER SERVICE RATES OF) CASE NO. 98-131
THE CITY OF EVARTS, KENTUCKY)

O R D E R

The City of Evarts, Kentucky ("Evarts") has submitted a proposed revision to its existing rate for wholesale water service to Black Mountain Utility District ("Black Mountain"). Evarts proposes that its revised rate become effective on and after April 5, 1998. Black Mountain has filed a protest against the proposed rate revision.

Having considered the proposed rate revisions 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 Black Mountain has a special interest in this proceeding which 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. Evarts' proposed rate revision is suspended for five months from April 5, 1998 to September 4, 1998.
2. Within 30 days of the date of this Order, Evarts shall submit the information required by Administrative Regulation 807 KAR 5:001, Section 10. To the extent that

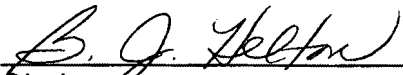
Evarts considers any of the requirements of this regulation to be onerous or inapplicable, it may petition for a deviation from them.


3. Black Mountain is granted leave to intervene in this matter and is made a party of record to this proceeding.

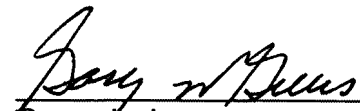
4. Any party filing testimony, exhibits, pleadings, correspondence or any other documents with the Commission shall serve a copy of such documents on Black Mountain.

Done at Frankfort, Kentucky, this 18th day of March, 1998.

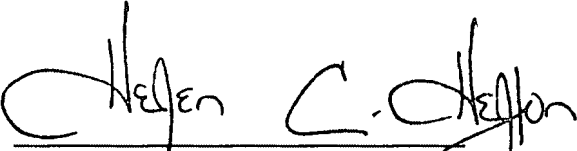
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director