

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ADJUSTMENT OF RATES OF NORTH)
LOGAN WATER DISTRICT) CASE NO. 97-399

O R D E R

On May 28, 1998, an Order was issued herein which provided for a line loss surcharge. A portion of the Order provided that the surcharge proceeds were to be placed in a separate interest-bearing account.

On January 19, 1999, North Logan Water District (North Logan) requested a deviation from the requirement that the surcharge proceeds be placed in a separate interest-bearing account. The basis for this request was that it could not meet the minimum balance for such an account, pursuant to bank rules, to receive interest as the surcharge funds were being expended as collected.

An information request was issued and North Logan complied with it by furnishing evidence of its expenditure of funds and the requirement of the bank relative to a minimum balance for an interest-bearing account.

IT IS ORDERED that the Order issued herein on May 28, 1998 is amended to provide that North Logan is not required to place such surcharge amounts in a separate interest-bearing account and, in all other aspects, nothing else being changed, the subject Order remains in full force and effect.

Done at Frankfort, Kentucky, this 12th day of May, 1999.

By the Commission

ATTEST:

Executive Director