COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PROPOSED ADJUSTMENT OF THE WHOLESALE WATER SERVICE RATES OF THE CITY OF CYNTHIANA, KENTUCKY

) CASE NO. 99-300

<u>ORDER</u>

The city of Cynthiana, Kentucky (Cynthiana) has proposed to adjust its existing rate for wholesale water service to Harrison County Water Association (Harrison County). Cynthiana proposes that these revisions become effective on and after August 1, 1999. Harrison County has requested that the Commission suspend and investigate the proposed rate adjustment and has further moved to intervene in any Commission investigation of the proposed rate adjustment.

Having considered the proposed rate adjustment 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.

The Commission further finds that Harrison County 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:

Cynthiana s proposed rates are suspended for five months from August 1,
1999 up to and including December 31,1999.

2. Within 30 days of the date of this Order, Cynthiana shall submit the information required by Administrative Regulation 807 KAR 5:001, Section 10. To the extent that Cynthiana considers any of the requirements of this regulation to be onerous or inapplicable, it may petition for deviation.

3. Harrison County is made a party to this proceeding. Any party filing testimony, exhibits, pleadings, correspondence or any other documents with the Commission shall serve a copy of such documents on Harrison County.

Done at Frankfort, Kentucky, this 22nd day of July, 1999.

By the Commission

ATTEST:

Executive Director