COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF EAST CLARK COUNTY)
WATER DISTRICT FOR AN INCREASE IN) CASE NO.
NON-RECURRING CHARGES AND TARIFF) 2004-00378
REVISIONS)

ORDER

East Clark County Water District ("East Clark") has applied to the Commission for authority to adjust certain non-recurring charges. East Clark proposes to adjust its rates effective October 24, 2004. The Attorney General of the Commonwealth of Kentucky, by and through his Office of Rate Intervention ("AG"), has moved to intervene in this proceeding, filed objections to the proposed changes, and further moved for additional proceedings in this matter.

After reviewing the AG's motions and being otherwise sufficiently advised, the Commission finds that good cause exists to grant the motions and that further proceedings are necessary to investigate the reasonableness of the proposed rates.

IT IS THEREFORE ORDERED that:

- 1. The AG's motion to intervene is granted, and he is hereby made a party to this proceeding.
 - 2. The AG's Motion for Further Proceedings is granted.
- 3. East Clark's proposed rates are hereby suspended for 5 months from October 24, 2004 up to and including March 23, 2005.

4. An informal conference is scheduled for Thursday, October 28, 2004, at 11:00 a.m., Eastern Daylight Time, in Conference Room 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky, for the purpose of discussing a procedural schedule in this matter.

Done at Frankfort, Kentucky, this 22nd day of October, 2004.

By the Commission

ATTEST:

Executive Director