

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF JACKSON COUNTY)
WATER ASSOCIATION FOR APPROVAL OF) CASE NO. 2006-00467
A PROPOSED INCREASE IN RATES)

ORDER

Jackson County Water Association (“Jackson Water”) has requested permission to deviate from certain filing requirements of Administrative Regulation 807 KAR 5:001, Section 10(7)(b) and (d).

Administrative Regulation 807 KAR 5:001, Section 10(7)(b), requires the submission of the most recent capital construction budget containing at least the period of time as proposed for any pro forma adjustment for plant additions. Section 10(7)(d) requires the submission of the operating budget for each month of the period encompassing the pro forma adjustments.

In support of its request for permission to deviate from these requirements, Jackson Water states that no capital construction budget exists and no pro forma adjustments are proposed. Like other similarly situated water utilities, Jackson Water does not provide for or maintain a capital construction budget since new construction occurs on a case-by-case basis. Jackson Water does not produce monthly reports on a routine basis and additional expense would be incurred to produce them at this time.

Administrative Regulation 807 KAR 5:001, Section 14, provides the Commission with the authority to permit deviations from its regulations for good cause shown. Having

reviewed the filing and being otherwise sufficiently advised, the Commission finds that the information contained in Jackson Water's application is sufficient for our review of the application and that requiring the submission of monthly reports in this instance would result in additional expense without any corresponding benefit to Jackson Water, its customers, the Commission, or the public.

Finding that good cause exists, the Commission HEREBY ORDERS that Jackson Water's request for permission to deviate from the filing requirements of Administrative Regulation 807 KAR 5:001, Section 10(7)(b) and (d), is granted.

Done at Frankfort, Kentucky, this 15th day of February, 2007.

By the Commission

ATTEST:

A handwritten signature in black ink, consisting of several overlapping loops and a long horizontal stroke at the end, positioned above a solid horizontal line.

Executive Director