COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF GARRARD)COUNTY WATER ASSOCIATION, INC. TO)CASE NO. 2007-00113REVISE CERTAIN NON-RECURRING)CHARGES)

<u>O R D E R</u>

On March 19, 2007, Garrard County Water Association, Inc. ("Garrard") applied for authority to revise certain non-recurring charges. Garrard was notified on March 21, 2007 that its filing was deficient and required certain information to be filed in order that the application could be deemed administratively complete. On April 6, 2007, Garrard corrected these deficiencies and the Commission has accepted its filing.

On May 21, 2007, Garrard responded to Staff's May 15, 2007 interrogatories and request for production of documents. Staff's analysis revealed a mathematical error in Garrard's cost justification for a 5/8 inch meter new service connection. Correcting for that error, Garrard has provided adequate evidence of the individual expenses incurred to provide the services associated with the proposed charges.

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Garrard's proposed charges should be denied.

2. The charges set forth in the Appendix to this Order are equal to the expenses incurred to provide the associated services.

3. The charges set forth in the Appendix to this Order are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. Garrard's proposed charges are denied.

2. The charges in the Appendix are approved for services rendered on and after the date of this Order.

3. Within 20 days of the date of this Order, Garrard shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 6th day of July, 2007.

By the Commission

ATTEST:

Executive Director

Case No. 2007-00113

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2007-00113 DATED JULY 6, 2007

The following rates and charges are prescribed for the customers in the area served by Garrard County Water Association, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

NON-RECURRING CHARGES

Meter turn on charge	\$40.00
Re-connection charge	\$63.50
Re-connection charge (after hours)	\$88.50
Field collection charge	\$30.00
Returned check charge	\$17.00
New meter inspection charge	\$45.00
Customer requested meter test charge	\$59.00
Meter move & reset charge	Actual Cost
METER CONNECTION CHARGES	
5/8 Inch X 3/4 Inch	\$620.00
1 Inch Meter	\$750.00
All other meter sizes	Actual Cost