



Paul E. Patton, Governor

**Janie A. Miller, Secretary
Public Protection and
Regulation Cabinet**

**Thomas M. Dorman
Executive Director
Public Service Commission**

**COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION**
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(502) 564-3940
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**Martin J. Huelsmann
Chairman**

**Gary W. Gillis
Vice Chairman**

**Robert E. Spurlin
Commissioner**

October 21, 2003

TO: PARTIES OF RECORD
RE: Case No. 2003-00034
Ohio County Water District

Enclosed please find a memorandum that has been filed in the record of the above-referenced case. Any comments regarding this memorandum's contents should be submitted to the Commission within five days of receipt of this letter. Questions regarding this memorandum should be directed to J.R. Goff at 502/564-3940, Extension 261.

Sincerely,

A handwritten signature in black ink, appearing to read "Thomas M. Dorman", with a horizontal line extending to the right.

Thomas M. Dorman
Executive Director

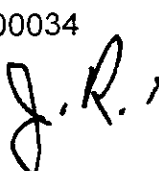
JRG/v
Enclosure



INTRA-AGENCY MEMORANDUM

KENTUCKY PUBLIC SERVICE COMMISSION

TO: FILE
Case No 2003-00034

FROM: J. R. Goff
Staff Attorney 

DATE: October 21, 2003

RE: Ohio County Water District
Informal Conference

On October 15, 2003, an informal conference was held pursuant to an Order of the Commission, concerning the rate adjustment proceeding for Ohio County Water District ("OCWD"). The names of those present appear on the attached sign-in sheet.

Staff opened the discussion by explaining the necessity for the amended staff report and the differences in the calculation of the rates as proposed for OCWD by Staff. OCWD presented maps of its system and explained the proposed construction and its overall relationship with the entire system.

There was discussion among the parties concerning the debt structure of OCWD; the wholesale rate in the proposed schedule; line loss; and chemical costs. The Attorney General presented questions about the method used to calculate percentages for allocation of cost.

OCWD presented comments in the form of a letter, which indicated its agreement with the staff report. The parties were informed that, based upon the OCWD's acceptance of the Staff Report as amended, a formal hearing would not be required, but that the requesting party would need to inform the PSC if that party wished a hearing. Intervenor Jacqueline Mitchell agreed to inform the parties by October 17, 2003, if she still wished to proceed with the formal hearing.

The meeting was adjourned.

Attachment

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF OHIO COUNTY)
WATER DISTRICT FOR (1) ISSUANCE)
OF A CERTIFICATE OF PUBLIC)
CONVENIENCE AND NECESSITY)
FOR CONSTRUCTION OF THE)
SERIES III WATER SYSTEM)
IMPROVEMENTS; (2) AUTHORIZATION)
TO ISSUE SERIES III REVENUE BONDS)
IN THE AMOUNT OF \$1,890,000; AND)
(3) AUTHORIZATION TO ADJUST)
RATES TO PAY FOR THE ADDITIONAL)
INDEBTEDNESS)

CASE NO. 2003-00034

=====
October 15, 2003 Informal Conference
=====

Please sign in:

NAME

REPRESENTING

Justin Mitchell
Bill Mitchell
David Edward Spensard
Scott Lawless
S.F. Martin
ROD H. MARTIN
W. GERALD WATTS
Walt Beavers
Henry Morgan
Eddie Beavers
Carryn Lee
Carlynn Jones
J.D. RICE

Water Customers
Water Customers
Office of the Attorney General
PSC Staff
OCWD, attorney
HUNTER MARTIN & ASSOC. INC.
OCWD, C.P.A.
OCWD GEN. SUPT
Chairman OCWD Board
PSC
KRWA
PSC
PSC

