

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN ELECTRONIC INVESTIGATION)	
INTO CANNONSBURG WATER)	
DISTRICT AND ITS INDIVIDUAL)	
COMMISSIONERS TIM WEBB,)	CASE NO.
SAM HAMPTON, ROBERT)	2024-00396
MCGUIRE, PAM VANHOOSE,)	
MARTIN BAYS, AND MARK KAZEE)	
FOR ALLEGED FAILURE TO)	
COMPLY WITH KRS 278.300)	

OFFER OF SETTLEMENT

Cannonsburg Water District (“Cannonsburg District”); General Manager, Tim Webb; Commissioner Robert McGuire; Commissioner Pam Vanhooose; Commissioner Sam Hampton; and Commissioner Martin Bays (individuals collectively “Respondents”) submit the following Offer of Settlement to resolve this matter.

The Respondents propose that this matter be resolved in the following manner:

1. The Public Service Commission (“Commission”) shall assess each Respondent a penalty of \$250, which shall be suspended for a period of two years and be vacated at the end of the two-year period if the Respondent does not engage in any conduct

that is a violation of KRS Chapter 278, a Commission regulation, or a Commission Order, and the Respondent attends training as set forth in paragraph 7 of this Offer of Settlement.

2. If, during the suspension period, a Respondent fails to comply with a Commission Order, a provision of KRS Chapter 278, or a Commission regulation, the penalty assessed against such Respondent shall become immediately due and payable.

3. If, during the suspension period, a Respondent ceases to hold the office of water district commissioner or General Manager, whichever is applicable, as a result of resignation, failure to obtain reappointment, or other reason, the suspended penalty assessed against the Respondent shall be vacated immediately upon the Respondent's departure from office.

4. No penalty shall be assessed against Cannonsburg Water District.

5. No penalty shall be assessed against Mark Kazee who no longer serves on the Board of Commissioners of Cannonsburg District.

6. The Commission will not enter any Order in this proceeding finding that any Respondent willfully violated KRS 278.300 or willfully aided and abetted a violation of KRS 278.300.

7. Each Respondent will attend 12 hours of certified water management training for calendar years 2025 and 2026 provided that he or she continues to hold office. Failure to

attend this training will result in the penalty assessed against such Respondent becoming immediately due and payable.

8. Cannonsburg District will file with the Commission evidence that it has ceased operating under the terms of the Enterprise Fleet Management Agreement executed in May 2016 and has negotiated another Fleet Management Agreement that complies with KRS 278.300(8).

9. If this Offer of Settlement is accepted, Respondents individually and jointly waive their right to a hearing in this matter and will not petition the Commission for rehearing or bring action for review of any Order accepting this Offer of Settlement.

10. Should the Commission issue an Order accepting this Offer of Settlement and any Respondent fails to comply with the terms of this Offer of Settlement, such Respondent's failure shall be deemed a failure to comply with a lawful order of the Commission and such Respondent may be subject to additional penalties pursuant to KRS 278.990(1).

In making this Offer of Settlement, the Respondents do not admit or acknowledge that Cannonsburg District willfully violated KRS 278.300 or that any Respondent aided or abetted any willful violation of KRS 278.300.

Dated: May 29, 2025

Respectfully submitted,

/s/ Tina C. Frederick

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Individual Respondents




Robert McGuire

Chairman, Cannonsburg Water District



Pam Vanhoose

Secretary, Cannonsburg Water District



Sam Hampton

Treasurer, Cannonsburg Water District



Martin Bays

Commissioner, Cannonsburg Water District



Tim Webb

General Manager, Cannonsburg Water District

CERTIFICATE OF SERVICE

In accordance with 807 KAR 5:001, Section 8, and the Commission's Order of July 22, 2021 in Case No. 2020-00085, I certify that this document was submitted electronically to the Public Service Commission on May 29, 2025, and that there are currently no parties that the Public Service Commission has excused from participation by electronic means in this proceeding.

/s/ Tina C. Frederick
Tina C. Frederick

COS

Case No. 2024-00396