

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ALTERNATIVE RATE ADJUSTMENT FILING OF) CASE NO. 2011-00425
MILBURN WATER DISTRICT)

ORDER

Milburn Water District has applied for an adjustment of its rates for service and has notified the Commission of its intent to place its proposed rates into effect on December 1, 2011. Finding that further proceedings are necessary to determine the reasonableness of the proposed rates, that such proceedings cannot be completed prior to December 1, 2011, and that a procedural schedule should be established to ensure the orderly review of Milburn Water District's application, the Commission HEREBY ORDERS that:

1. Milburn Water District's proposed rates are suspended for five months from December 1, 2011, until April 30, 2012.
2. No later than February 1, 2012, Commission Staff shall file with the Commission and serve upon all parties of record a written report containing its findings and recommendations regarding Milburn Water District's requested rate adjustment.
3. The parties shall file with the Commission their written comments on and any objections to the findings and recommendations contained in the Commission Staff Report no later than February 15, 2012, or 14 days after the date of the filing of the Commission Staff Report, whichever occurs earlier. Any party may file with such submission any additional evidence for the Commission's consideration.

4. A party's failure to file written objections to a finding or recommendation contained in the Commission Staff Report by February 15, 2012, or 14 days after the date of the filing of the Commission Staff Report, whichever occurs earlier, shall be deemed as agreement with that finding or recommendation.

5. No later than February 15, 2012, or 14 days after the date of the filing of the Commission Staff Report, whichever occurs earlier, each party shall notify the Commission in writing whether this matter may be submitted for decision based upon the existing record without hearing.

6. Unless all parties request that this matter be submitted for decision upon the existing record, an informal conference shall be held in this matter on February 29, 2012 at 2:00 p.m., Eastern Standard Time, at the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky.

7. Unless all parties request that this matter be submitted for decision upon the existing record, a formal hearing in this matter shall be held on March 14, 2012, beginning at 9:00 a.m., Eastern Standard Time, in Hearing Room 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky.

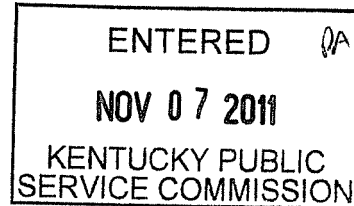
8. Each party shall file with the Commission, no later than March 7, 2012, a list of the persons it intends to call as witnesses at the scheduled hearing and a summary of each witness's testimony.

9. Milburn Water District shall publish notice of the scheduled hearing in accordance with 807 KAR 5:011, Section 8(5), no later than March 7, 2012.

10. Pursuant to KRS 278.360, the record on the formal hearing in this matter shall be by videotape.

11. Commission Staff shall make a written exhibit list and shall file this list with the Commission with all exhibits and a copy of the video transcript of the hearing.

By the Commission



ATTEST



Executive Director

Case No. 2011-00425

Glen Goldsmith
Operator
Milburn Water District
7731 State Route 80 East
Arlington, KY 42021