COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF LETCHER) CASE NO. COUNTY WATER AND SEWER DISTRICT FOR) 2017-00211 ALTERNATIVE RATE ADJUSTMENT)

ORDER

On July 6, 2017, the Commission received Letcher County Water and Sewer District's ("Letcher County") application requesting to adjust its monthly water service rates pursuant to the procedures set forth in 807 KAR 5:076. Letcher County's application was accepted for filing on July 6, 2017.

All requests for intervention in this case should be filed by August 10, 2017. Any motion to intervene filed after August 10, 2017, should show a basis for intervention and good cause for being untimely. As set forth in 807 KAR 5:001, Section 4(11)(a), a person requesting permissive intervention in a Commission proceeding is required to demonstrate either (1) a special interest in the proceeding which is not adequately represented in the case, or (2) that the person requesting permissive intervention is likely to present issues or develop facts that will assist the Commission in fully considering the matter without unduly complicating or disrupting the proceedings. Further, KRS 278.040(2) requires that a person seeking intervention must have an interest in the rates or service of a utility, as those are the only matters that are subject to the Commission's jurisdiction.

Based on the foregoing, the Commission finds that any person requesting to intervene in a Commission proceeding must state with specificity the person's special interest that is not otherwise adequately represented, or the issues and facts the person will present that will assist the Commission in fully considering the matter. A mere recitation of the quantity of water consumed by the movant or a general statement regarding a potential impact of possible modification of rates will not be deemed sufficient to establish a special interest.

Finding that a procedural schedule should be established to ensure the orderly review of Letcher County's application, the Commission HEREBY ORDERS¹ that:

1. No later than October 19, 2017, Commission Staff shall file with the Commission and serve upon all parties of record a written report ("Staff Report") containing its findings and recommendations regarding Letcher County's requested rate adjustment.

2. No later than 14 days after the date of the filing of the Commission Staff Report, each party of record shall file with the Commission:

a. Its written comments on and any objections to the findings contained in the Commission Staff Report; and

b. Any additional evidence for the Commission to consider.

3. If Commission Staff finds that Letcher County's financial condition supports a higher rate than Letcher County proposes or the assessment of an additional rate or charge not proposed in Letcher County's application, Letcher County in its

¹ No action is necessary to suspend the effective date of Letcher County's proposed rates for general water service. Pursuant to 807 KAR 5:076, Section 7(1), an applicant who applies for a rate adjustment pursuant to the procedures set for in 807 KAR 5:076 may not place its proposed rates into effect until the Commission approves those rates or six months from the date of the filing of its application.

response to the Commission Staff Report shall also state its position in writing on whether the Commission should authorize the assessment of the higher rate or the additional rate or charge.

4. If Commission Staff finds that changes should be made to the manner in which Letcher County accounts for the depreciation of Letcher County's assets, Letcher County in its response to the Commission Staff Report shall also state its position in writing on whether the Commission should require Letcher County to implement the proposed change for accounting purposes.

5. A party's failure to file written objections to a finding contained in the Commission Staff Report within 14 days after the date of the filing of the Commission Staff Report shall be deemed a waiver of all objections to that finding.

6. If a party requests a hearing or informal conference, then the party shall make the request in its written comments and state the reason why a hearing or informal conference is necessary.

7. A party's failure to request a hearing or informal conference in the party's written response shall be deemed a waiver of all rights to a hearing on the application and a request that the case stand submitted for decision.

8. A party's failure to file a written response within 14 days after the date of the filing of the Commission Staff Report shall be deemed a waiver of all rights to a hearing on the application.

9. All requests for intervention shall be filed by August 10, 2017.

10. Any motion to intervene filed after August 10, 2017, shall show a basis for intervention and good cause for being untimely. If the untimely motion is granted, the

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movant shall accept and abide by the existing procedural schedule established for this proceeding.

By the Commission

ENTERED

JUL 27 2017

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST: Acting Executive Director

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*Letcher County Water and Sewer District 6 Broadway Street, Suite B Whitesburg, KY 41858-7344

*Letcher County Water and Sewer District 6 Broadway Street, Suite B Whitesburg, KY 41858-7344

*Mark Lewis General Manager Letcher County Water and Sewer District 6 Broadway Street, Suite B Whitesburg, KY 41858-7344