COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC PROPOSED ADJUSTMENT OFCASE NO.THE WHOLESALE WATER SERVICE RATES OF2020-00265THE HARRODSBURG WATER DEPT.)

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

On July 14, 2020, the city of Harrodsburg Water Dept. (Harrodsburg) filed a revised tariff sheet setting forth a proposed increase to its existing rate for wholesale water service to Lake Village Water Association and North Mercer Water District effective on September 1, 2020. On August 20, 2020, the Commission suspended Harrodsburg's proposed rates and established a procedural schedule to review the reasonableness of the rates.

On September 1, 2020, Harrodsburg filed a motion to withdraw its revised tariff sheet proposing to adjust wholesale rates. Harrodsburg noted that the tariff at issue in this matter proposed to increase rates by 2.3 percent.¹ It argued that a proceeding to review the reasonableness of its rates would cost more than its proposed rate increase would generate. Thus, Harrodsburg requested to withdraw its revised tariff sheet filed on July 14, 2020.

Having reviewed the record and being otherwise sufficiently advised, the Commission finds that Harrodsburg's motion to withdraw the revised tariff proposing to increase its wholesale rates should be granted. The Commission further finds that this

¹ Although Harrodsburg's rate increase proposed in the July 14, 2020 tariff was only 2.3%, the Commission notes that the proposed increase followed a 20% increase in wholesale rates that became effective on January 1, 2020. Further, Harrodsburg indicated in a letter, filed with the July 14, 2020 revised tariff, that the proposed increase was part of a plan to increase rates by 2.3 % each year for the next five years.

case should be dismissed without prejudice because it was initiated by the Commission to investigate the reasonableness of Harrodsburg's revised tariff that has now been withdrawn.

IT IS THEREFORE ORDERED that:

1. Harrodsburg's motion to withdraw its revised tariff filed on July 14, 2020, proposing a wholesale rate increase is granted.

2. This case is dismissed without prejudice.

3. This case is closed and removed from the Commission's docket.

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By the Commission



ATTEST:

Deputy Executive Director

Case No. 2020-00265

*Art Freeman Mayor 208 S. Main Street Harrodsburg, KENTUCKY 40330

*City of Harrodsburg Water Dept. 208 South Main Street Harrodsburg, KY 40330

*Amy Kays City of Harrodsburg Water Dept. 208 South Main Street Harrodsburg, KY 40330