

# **Mallard Point Disposal Systems, Inc.**

118 S. BROADWAY ♦ GEORGETOWN, KENTUCKY 40324

502-863-6741

Executive Director  
KY Public Service Commission  
PO Box 615  
Frankfort, KY 40602

RECEIVED

JUN 30 2006

PUBLIC SERVICE  
COMMISSION

RE: Application to Revise Non-Recurring Charges

*Case No. 2006-00331*

This is an application to revise language and certain non-recurring charges for the Mallard Point Disposal System. Attached is the non-recurring charge cost justifications and the proposed new tariff.

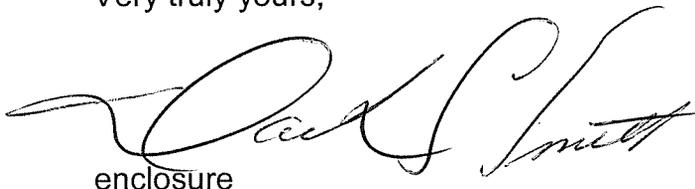
Mallard Point Disposal System is not requesting a water rate increase at this time. However, increased costs attributable to certain non-recurring charges can no longer be absorbed by the System. The customers affected by these increases will be the customers that cause the System to incur these additional expenses.

Mallard Point has previously filed income statements and balance sheets with the Public Service Commission. These income statements and balance sheets are currently on file with the Commission.

Mallard Point will publish the enclosed public notice of these requested rate revisions in the local newspaper for three consecutive weeks. The first notice has already been published and the newspaper ad is enclosed. We will follow up with a filing of the second and third newspaper ads along with an affidavit from the newspaper verifying that the notice was published for three consecutive weeks.

A copy of this application and related filings has been sent to the Office of the Attorney General, State Capitol Building, Suite 118, Frankfort, KY 40601.

Very truly yours,



enclosure

## NOTICE

Mallard Point Disposal System proposes to make the following revisions to its schedule of charges. The proposed effective date for the change is AS APPROVED.

	<u>Current</u>	<u>Proposed</u>	<u>% Change</u>
Late Fee	\$.00	\$21.18	
Disconnect Charge	\$.00	\$324.00	
Reconnect Charge	\$.00	\$324.00	

The charges/rates contained in this notice are the charges/rates proposed by the Mallard Point Disposal System. However, the Public Service Commission may order charges/rates to be charged that differ from these proposed charges/rates. Such action may result in charges/rates for consumers other than the charges/rates in this notice.

Any corporation, association, body politic, or person may, by motion within thirty (30) days after publication of this fee change, request leave to intervene; and the motion shall be submitted to the Public Service Commission, Post Office Box 615, Frankfort, KY 40602, and shall set forth the grounds for the request including the status and interest of the party.

Intervenors may obtain copies of the application and related filings by contacting the water district.

The Disposal System has available for inspection at its office the proposed changes to its Rules and Regulations. The office is located at 118 S. Broadway, Georgetown, KY 40324.

This notice is published pursuant to 807 KAR 5:011-Tariffs.

Mallard Point Disposal System

## NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: LATE FEE

1. Field Expense:

A. Materials (Itemize)

<hr/>	\$	<hr/>
<hr/>		<hr/>
<hr/>		<hr/>

B. Labor (Time and Wage)

<hr/>	
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<b>Total Field Expense</b>	<b>\$</b>
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2. Clerical and Office Expense

A. Supplies	\$
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B. Labor	
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<b>Total Clerical and Office Expense</b> (SEE ATTACHED)	<b>\$ 13.75</b>
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3. Miscellaneous Expense

A. Transportation	\$
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B. Other (Itemize)	
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<u>TRANSPORTATION &amp; PERSONAL COLLECTION</u>	
<u>EFFORT AT CUSTOMER'S HOMES (SEE</u>	
<u>ATTACHED DETAIL)</u>	

<b>Total Miscellaneous Expense</b>	<b>\$ 7.43</b>
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<b>Total Nonrecurring Charge Expense</b>	<b>\$ 21.18</b>
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## Late Fees

Office personnel has performed her duties at a rate equal to \$13.75 per hour. Generating the bill, generating a list of past dues, making an average of three calls per past due to successfully contact each, generating a new bill, hand stamping "past due" on each, folding, stuffing, stamping, and then transporting bill to post office along with the cost of the postage, fuel and mileage, we determine accounts for an average of one hour of personal time equaling \$13.75 per past due account.

On an average it takes the above described procedure three times (90 days plus three re-billings, nine phone calls resulting in maybe three contacts) to collect each past due. Further, at least 30% of all past dues require the staff and/or principal of the utility or both to make at least one personal visit to their home for the purpose of collection of each account. The minimum hourly expense for each would be the \$13.75 pay, plus the vehicle expense and fuel. This vehicle and fuel cost we compute to be \$11.00 per visit.

The total labor (\$13.75), vehicle and fuel (at \$2.79 per gallon) we find to be \$24.75. As we stated above, fully 30% of all past dues require this step. Thusly we ask for 30% of this fee be included in our past due charge per account on this category of costs (30% of \$25.75 = \$7.43).

We respectfully request a new late fee be established to at least cover our costs as detailed herein.

Office personnel and costs	\$13.75
Field personnel and costs	\$ 7.43
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New late fee rate requested	\$21.18





## Disconnect/Reconnect Fee

Mallard Point Disposal Systems, Inc. is unique in that it owns and operates the state's largest pressure sewer system. Its design and installation places a "tap" in a connection box at the roadway (right of way) in front of each house. As a result we have the ability to shut off each non-paying customer.

This is our request to establish a "disconnect/reconnect fee" in our tariffs for the below described process.

As each tap is easily turned off by hand, it can also be turned back on by the non-paying homeowner. To preclude this, we place a "sewer dummy" over the tap box after we shut off service. A sewer dummy is a red 900-pound concrete container lettered with the words, "SEWER SHUT OFF, NON PAYMENT". This is placed over the turned off connection box and chained in place. When paid it is removed and the tap again turned on.

To accomplish this requires three men, a truck, tractor and a boom pole.

Step 1: a tractor operator and boom pole are needed to lift the "dummy" into a truck, while two other men steady the dummy keeping it from swinging and injuring someone or hitting the vehicles (tractor, truck). It takes these three men an hour to strap, chain and load the dummy. The dummy is then transported by truck up to ten miles from our storage facility to the customer to be shut off. The tractor and driver are also required to cover this same distance to offload and set the shut off dummy. At a maximum road speed of eleven miles an hour, one hour of time is required of these three men and vehicles for this step.

Step 2: Once at the shut off location it takes an additional hour for the offloading, shut off, placement and securing of the dummy.

Step 3: Upon the completion of the shut off it takes an additional hour to place shut off notice on the front door of the residence, drive the tractor back, and contact the Health Department to notify them of the shut off.

The following is the break down of these costs.

Labor costs for three men	\$22, \$15, \$11.50 per hour (total \$48.50 per hour)
Vehicle charge (truck, fuel, insurance, etc.)	\$20 per hour
Tractor, boom pole charge (fuel, insurance, etc.)	\$39.50 per hour
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TOTAL EQUIPMENT COST	\$59.50 per hour

Step 1: Labor cost	\$48.50
Equipment cost	\$59.50
Step 2: Labor cost	\$48.50
Equipment cost	\$59.50
Step 3: Labor cost	\$48.50
Equipment cost	\$59.50
Total shut off cost	\$324.00

Reconnection would be an identical process, just reversed; the costs remain the same. Therefore, Mallard Point Disposal Systems, Inc. respectfully requests the establishment of a disconnect fee of \$324.00 and a reconnect fee of an additional \$324.00.

**Drivers Needed**

**Drivers Needed**



**DEDICATED LANES**  
**OUT & BACK!**  
**HOME DAILY!!**  
**Great Pay & Benefits!**  
**O/Ops & Company Drivers**  
 2 Yrs. Verifiable OTR TIT Exp. Req.  
 Call For Pay & Benefit Info  
**877-525-2937**

**Employment**

**Employment**

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 Avg. \$140,000 - \$200,000 Annually  
 ivers Avg. \$900 - \$1300 weekly  
 Out & Back \* System \* Dedicated  
 s \* Insurance \* Fuel Surcharge  
 Locations \* Paid Orientation  
 ngs \* Financial Sign-on Assistance  
 )-282-2031 ext. 7162 or 866-250-3387  
 nline at [www.work4qc.com](http://www.work4qc.com)

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The "Go-To Guide" for serious buyers! Planning a yard sale? Spread the word to the right people with an ad in our yard sale section.

Run  
 25 words for  
 1 day for  
**\$7.50**  
 2 days **\$12.25**  
 3 days **\$14.00**

Signs and labels available.

**Be Bold!**

Add one of these headlines to your ad for only \$2 more.



To place your Ad, call:  
**502.863.1111**

**Legal**

**Legal**

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Mallard Point Disposal System

**RECEIPT**

DATE 6-26-06 No. 147085

RECEIVED FROM Mark Smith (MPDS) \$ 339.90

3 Legal Ads (Wedds) 6/28, 7/5, 7/12 DOLLARS

FOR RENT  
 FOR ck # 1428

ACCOUNT		<input type="radio"/> CASH	FROM	TO
PAYMENT		<input checked="" type="radio"/> CHECK		
BAL. DUE		<input type="radio"/> MONEY ORDER	BY <u>Jabrina</u>	

a. adams 1182

118 S. Broadway  
Georgetown Ky 40324

7004 2510 0006 1799 5363  
POSTAGE WILL BE PAID BY ADDRESSEE  
U.S. MAIL  
CERTIFIED MAIL<sup>SM</sup>



RECEIVED  
JUN 3 0 2006  
PUBLIC SERVICE  
COMMISSION

Exec. Director  
KY Public Service Comm  
PO Box 615  
Frankfort Ky 40602

U.S. POSTAGE  
PAID  
GEORGETOWN, KY  
JUN 29 2006  
PHDUNT  
\$7.80  
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