COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE ADJUSTMENT OF RATES) OF SHADY VILLA SEWER) CASE NO. 8717 CONSTRUCTION DISTRICT)

ORDER

IT IS ORDERED that Shady Villa Sewer Construction District shall file an original and six copies of the following information with the Commission by December 15, 1982. If neither the requested information nor a motion for an extension of time is filed by the stated date, the case will be dismissed.

1. A detailed explanation of the considerations given for the change in plant operators on February 1982. Include a list of the services provided by each operator and copies of any service contracts.

2. A copy of the bond resolution or ordinance for the improvement assessment bonds issued on October 1, 1964. Include a copy of the maturity schedule.

3. The proposed method of financing the upgrade program costing \$58,000.

4. Letters, invoices or any other support available for the following:

- (a) The increase in the audit fee of 10 percent.
- (b) The increase in the NPDES testing fee from Beck-Mar.
- (c) The increase in the charge from Boone & Boone Sanitation.
- (d) The annual service charge by ADT Company.

5. Copies of the electric bills for each month of the test year.

6. Copies of the bills in support of the rate case expenses for legal, accounting and engineering services.

7. Work papers supporting the calculations of the pro forma electric expense adjustment of \$14,000.

8. The number of residential and commercial customers at the beginning of the test year. Specify the type and number of customers added during the test year.

9. An explanation as to why commercial customers are not charged a minimum bill of \$7.00 and a proposed minimum bill of \$15.60 when usage is one residential equivalent or less.

10. A complete breakdown of repairs and maintenance expense for the test year. At minimum, the work papers should show the date, vendor, reference (i.e., voucher no., etc.), dollar amount, and brief description of each expenditure. In addition explain all costs that are considered non-recurring.

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Explain the company procedure which relates to the capitalization and expensing of maintenance costs.

11. A pro forma adjustment was made to sludge hauling expense for the partial emptying of a large tank for \$2,800. Explain how often the partial emptying of the large tanks are performed. Is this an annual recurring expense?

Done at Frankfort, Kentucky, this 2nd day of December, 1982.

PUBLIC SERVICE COMMISSION

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ATTEST:

Secretary