COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF 4-WAY ENTERPRISES,) INC. FOR RATE ADJUSTMENT PURSUANT TO) CASE NO. 9765 THE ALTERNATIVE RATE FILING PROCEDURE) FOR SMALL UTILITIES)

ORDER

On November 19, 1986, 4-Way Enterprises, Inc., Coolbrook Sewage Treatment Plant, ("4-Way") filed an application seeking an increase in rates in order to generate additional revenues of \$14,994 annually, an increase of approximately 39 percent over adjusted test year revenues of \$38,119. On December 11, 1986, the Commission granted deviation from 807 KAR 5:076, Section 1, by allowing a test period of September 1, 1985, through August 31, 1986.

On December 9, 1986, the Commission staff performed a limited review of 4-Way's operations for the purpose of evaluating the requested increase in rates. On February 11, 1987, the staff issued its report containing findings and recommendations related to the requested increase. 4-Way did not file any comments in response to the staff report and did not request a public hearing.

The staff report, based on the Commission's usual rate-making practices, recommended that 4-Way be granted an increase of \$10,167. The Commission finds the recommendations contained in the report to be reasonable and, therefore, will grant the increase of \$10,167 resulting in annual operating revenues of \$48,229.

SUMMARY

The Commission, based on the evidence of record and being advised, is of the opinion and finds that:

1. The rate proposed by 4-Way should be denied upon application of KRS 278.030.

2. The rate in Appendix A is fair, just and reasonable for 4-Way and should produce gross annual revenues of \$48,229.

IT IS THEREFORE ORDERED that:

1. The rate proposed by 4-Way be and it hereby is denied.

2. The rate in Appendix A is approved for service rendered by 4-Way on and after the date of this Order.

3. Within 30 days of the date of this Order, 4-Way shall file its revised tariff sheets setting out the rate approved herein.

Done at Frankfort, Kentucky, this 30th day of April, 1987.

PUBLIC SERVICE COMMISSION

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ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 9765 DATED 4/30/87

The following rate is prescribed for the customers in the area served by 4-Way Enterprises, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Monthly Rate

1

Single Family Residential \$15.95