

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF PINWOOD SUBDIVISION,)
INC., FOR A RATE ADJUSTMENT PURSUANT TO) CASE NO. 10099
THE ALTERNATIVE RATE FILING PROCEDURE)
FOR SMALL UTILITIES)

O R D E R

On December 2, 1987, Pinewood Subdivision, Inc., ("Pinewood") filed its application seeking to increase its rates by \$5,955, or a 139.2 percent increase in test period revenues pursuant to the Alternative Rate Filing Procedure for Small Utilities.

On January 14, 1988, the Commission staff conducted a field review of Pinewood's test period financial records. On February 8, 1988, the staff issued its report containing its recommendation for a \$3,601 increase in rates. On March 18, 1988, Pinewood stated in a telephone conversation that it accepted the staff's findings and recommendations.

Neither Pinewood nor the Commission sought a hearing in this matter. There were no intervenors and all requested information has been filed.

After careful review and investigation of the staff's recommendations, the Commission is of the opinion that after the staff's proposals are implemented Pinewood will have adequate cash flow to meet its obligations and provide for future equity growth. Therefore, the Commission affirms the staff's recommended increase of \$3,601.

FINDINGS AND ORDERS

1. Pinewood should be granted rates which would produce additional annual revenues of \$3,601.

2. The rates and charges in Appendix A are the fair, just, and reasonable rates and charges to be charged by Pinewood in that they should produce annual revenues of \$7,879.

3. Within 30 days of the date of this Order, Pinewood should file with this Commission its revised tariff sheets setting out the rates approved herein.

IT IS THEREFORE ORDERED that:

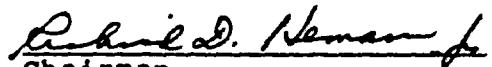
1. Pinewood be and hereby is granted rates to produce additional annual revenues of \$3,601.

2. The rates and charges in Appendix A are the fair, just and reasonable rates and charges to be charged by Pinewood for service rendered on and after the date of this Order.

3. Within 30 days of the date of this Order, Pinewood shall file with this Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 29th day of March, 1988.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 10099 DATED 3/29/88

The following rate is prescribed for customers of Pinewood Subdivision, 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:

All customers

\$14.60