

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF CUNNINGHAM WATER)
DISTRICT FOR RATE ADJUSTMENT FOR) CASE NO. 10377
NON-RECURRING CHARGES)

O R D E R

On September 12, 1988, Cunningham Water District ("Cunningham") filed an application with this Commission requesting to increase tap-on fees and general water rates. The request to increase general water rates was returned without further Commission action, because it did not meet minimum filing requirements. Therefore, this Order only addresses Cunningham's request to increase tap-on fees.

Cunningham proposed to increase its 5/8 x 3/4 inch, 1 inch, 1 1/2 inch, and 2 inch meter connection rates; however, currently, only 5/8 x 3/4 inch meters are in use.

Cunningham has filed all information with the Commission pursuant to 807 KAR 5:011, Section 10, Non-recurring Charges, including cost-justification of the proposed rates and a copy of the public notice setting out the proposed rates. An absorption test is not required for this increase pursuant to 807 KAR 5:011, Section 10, because an increase in tap-on fees does not affect revenue.

The Commission, after a review of the record and being advised finds that:


1. Cunningham should be granted an increase of its tap-on fees as set out in Appendix A, which is attached and incorporated hereto.

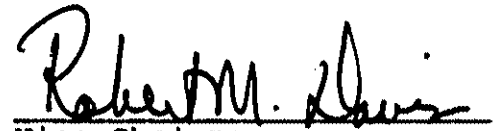
2. Cunningham should file within 30 days of the date of this Order its revised tariff sheets setting out the charges approved herein.

BE IT SO ORDERED.

Done at Frankfort, Kentucky, this 7th day of April, 1989.

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. 10377 DATED 4/7/89

The following rates and charges are prescribed for the customers in the area served by Cunningham Water District. 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.

Tap-on Fees

5/8 x 3/4 inch meters	\$300.00
1 inch meters	400.00
1 1/2 inch meters	450.00
2 inch meters	500.00