

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In The Matter of:

AN ADJUSTMENT OF RATES OF	)	
THE JONATHAN CREEK WATER	)	CASE NO.
ASSOCIATION, INC.	)	89-097

O R D E R

On April 20, 1989, Jonathan Creek Water Association, Inc. ("Jonathan Creek") filed its application for Commission approval of a proposed increase in its rates for water service. The proposed rates for water service would generate additional annual revenues of \$127,828 an increase of 38 percent above test-year revenues.

In May 1989, Commission Staff conducted a field review of Jonathan Creek's test-period financial records. Based upon this review, Commission Staff issued its report on June 30, 1989 recommending that Jonathan Creek be authorized rates to increase its annual operating revenues by only \$58,743.

By letter dated July 3, 1989, Jonathan Creek was advised to file comments on the Staff Report or request a hearing no later than July 18, 1989 or the case would stand submitted to the Commission for decision. No comments on the Staff Report or requests for a hearing have been received.

The Commission, after considering the evidence of record and being sufficiently advised, finds:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record, are reasonable, and are hereby adopted as the findings of the Commission in this proceeding and are incorporated by reference as if fully set out herein.

2. The rates in Appendix A, attached hereto and incorporated herein, are the fair, just, and reasonable rates for Jonathan Creek and will produce gross annual revenues of \$405,474. These rates will allow Jonathan Creek sufficient revenues to meet its operating expenses, service its debt, and provide for future equity growth.

3. The rates proposed by Jonathan Creek would produce gross annual revenues in excess of that found reasonable herein and should be denied.

IT IS THEREFORE ORDERED that:

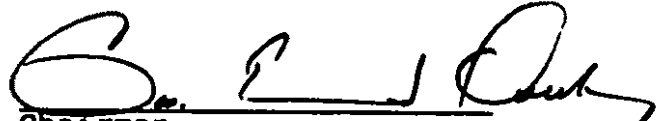
1. The rates proposed by Jonathan Creek in its application are hereby denied.


2. The rates contained in Appendix A are approved for service rendered by Jonathan Creek on and after the date of this Order.

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

Done at Frankfort, Kentucky, this 1st day of August, 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. 89-097 DATED 8/01/89

The following rates and charges are prescribed for the customers in the area served by Jonathan Creek Water Association, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under the authority of this Commission prior to the effective date of this Order.

Rate Increments

Monthly Rate

First 2,000 gallons	Minimum Bill per Meter Size
Next 23,000 gallons	3.40 per 1,000 gallons
Next 15,000 gallons	1.60 per 1,000 gallons
Over 40,000 gallons	1.35 per 1,000 gallons

Minimum Bill per Meter Size

5/8 x 3/4 Inch Meter	First 2,000 gallons	\$ 9.50
3/4 Inch Meter	First 2,000 gallons	12.90
1 Inch Meter	First 2,000 gallons	20.50
1 1/2 Inch Meter	First 2,000 gallons	30.15
2 Inch Meter	First 2,000 gallons	43.90
3 Inch Meter	First 2,000 gallons	86.35
4 Inch Meter	First 2,000 gallons	128.80

Kenlake State Resort

Rate Increments

Monthly Rate

First 2,000 gallons	\$175.65 Minimum Bill
Over 2,000 gallons	1.35 per 1,000 gallons