

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

JACOB CARL KEY)	
)	
COMPLAINANT)	
)	
VS.)	CASE No. 92-187
)	
TOWN AND COUNTRY WATER DISTRICT)	
)	
DEFENDANT)	

O R D E R

On April 15, 1992, Jacob Carl Key filed a formal complaint against Town and Country Water District ("Town and Country"), amended May 12, 1992, alleging that Town and Country's rates for water service are unreasonably high. The Commission expanded the case to include an investigation into the current rates of Town and Country on August 12, 1992; Commission Staff prepared a report based on its limited financial review of Town and Country's operations for the test year ended December 31, 1991 as reflected in the current annual report on file with the Commission. Staff conducted part of its review on July 13, 1992 at the office of Don Horton, CPA, in Russellville, Kentucky.

By Order dated September 8, 1992, Jacob Carl Key and Town and Country were advised to file comments on the Staff Report or request a hearing no later than September 23, 1992. Billy Goley, owner of Town and Country, responded by letter received September

22, 1992 that he agrees to the rates set out in the Staff Report. No response has been received from Mr. Key.

By Order of September 25, 1992, Town and Country was ordered to post a copy of the changed rate schedule at its place of business. Additionally, Town and Country complied with the public notice provisions of 807 KAR 5:011, Section 8.

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

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.

2. The rates in Appendix A, attached hereto and incorporated herein, are the fair, just and reasonable rates for Town and Country. These rates will allow Town and Country sufficient revenues to meet its operating expenses and provide for future equity growth, including provision for servicing its debt.

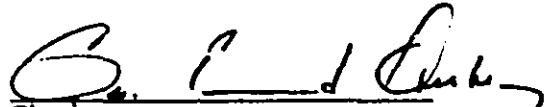
IT IS THEREFORE ORDERED that:

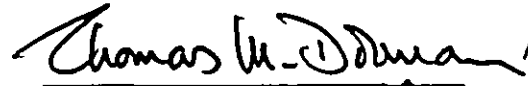
1. The rates contained in Appendix A are approved for service rendered by Town and Country on and after the date of this Order.

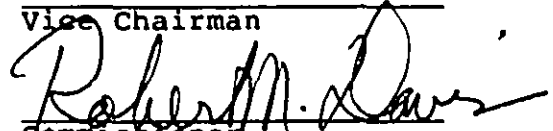
2. Within 30 days of the date of this Order, Town and Country shall file with the Commission its revised tariff setting out the rates approved herein.

Done at Frankfort, Kentucky, this 10th day of December, 1992.

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. 92-187 DATED DECEMBER 10, 1992.

The following rates and charges are prescribed for the customers in the area served by Billy Goley d/b/a Town and Country 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.

Rate Increments

First 2,000 gallons
All over 2,000 gallons

Monthly Rates

\$ 16.40 Minimum Bill
4.50 per 1,000 gallons