COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF ESTILL COUNTY WATER) DISTRICT NO. 1 OF ESTILL COUNTY,) KENTUCKY, FOR A CERTIFICATE OF PUBLIC) CASE NO. 91-216 CONVENIENCE AND NECESSITY TO CONSTRUCT,) FINANCE AND INCREASE RATES)

ORDER

The Commission issued its final Order in this case on July 19, 1991, approving the rates as set out in the Farmers Home Administration's ("FmHA") letter of conditions to Estill County Water District No. 1 ("Estill County") dated April 11, 1988.

On October 25, 1991, Estill County filed a letter with the Commission which included an amendment to the FmHA's letter of conditions. In compliance with the provisions of KRS 278.023, the Commission issued an amended final Order on November 15, 1991, approving the surcharge rates as set out in the FmHA's amended letter of conditions dated September 18, 1991.

On January 19, 1993, the Commission received Estill County's Motion to Reopen Case for the purpose of amending its rates and imposing a sewer connection fee. An amendment to FmHA's letter of conditions requiring Estill County to increase its rates and impose a sewer connection fee upon all new sewer users added after the initial construction project is complete, based on actual cost, was attached to the motion. KRS 278.023 does not grant the Commission any discretionary authority to modify or reject any portion of this agreement. In compliance with the provisions of KRS 278.023, the amended rates should be accepted as filed.

IT IS THEREFORE ORDERED that:

1. The rates in Appendix A, which is attached hereto and incorporated herein, are approved for services rendered by Estill County on and after the date of this Order.

2. The sewer connection fee shall be based on actual costs.

3. Within 30 days from the date of this Order, Estill County shall file its revised tariff sheet setting forth the charges approved herein.

Done at Frankfort, Kentucky, this 16th day of February, 1993.

PUBLIC SERVICE COMMISSION

Chairman

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 91-216 DATED February 16, 1993

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The following rates and charges are prescribed for the customers in the area served by Estill County Water District No. 1. 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.

Sewer Service

	User <u>Charge</u>	Debt Service <u>Charge</u>	Combined Rate
Minimum Bill 2,000 gallons	\$10.06	\$2.94	\$13.00
Charge of every 1,000 gals.	5.03	1.47	6.50

Surcharge	Rates:	BOD	.173/1b
-		SS	.189/1b
		NH(3)-N	.699/1b

Sewer Connection Fee: The fee will be imposed on customers who connect to the system after the date of substantial completion as determined by the consulting engineers. The sewer connection fee shall include the purchase, installation and inspection of the septic tank, service lines and any other appurtenances needed for satisfactory operation. Such connection fee shall be based upon actual cost and shall be paid by the property owner.