

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF SOUTHSIDE WATER)
ASSOCIATION FOR AN ADJUSTMENT OF)
RATES PURSUANT TO THE ALTERNATIVE) CASE NO. 94-253
RATE FILING PROCEDURE FOR SMALL)
UTILITIES)

O R D E R

On November 10, 1994, Southside Water Association ("Southside") filed its application with the Kentucky Public Service Commission ("Commission") seeking approval to increase its annual revenues by 11 percent by adding an annual membership fee of \$25 to its tariffed rates. The proposed rates would generate additional annual revenues of \$12,150.

On December 13, 1994, Commission Staff conducted a field review of Southside's test-period financial records. Based upon this review, Commission Staff issued a report on February 9, 1995, recommending that Southside be allowed to increase its minimum bill in the current rate structure in order to recover the requested amount of \$12,150 and that Southside's annual membership fee be denied.

By Order dated February 9, 1995, the Commission advised all parties that comments on the Staff Report or requests for a public hearing or informal conference must be submitted no later than February 24, 1995, or this case would stand submitted to the Commission for a decision. No comments or requests for a hearing or informal conference have been filed.

The Commission, after consideration of the evidence of record and being 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 and are incorporated by reference as if fully set out herein.

2. The rates in Appendix A, which is attached hereto and incorporated herein, are the fair, just, and reasonable rates for Southside and will produce gross annual water revenues from rates of \$151,033. These rates will allow Southside sufficient revenues to meet its operating expenses.

IT IS THEREFORE ORDERED that:

1. The annual membership fee proposed by Southside is hereby denied.

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

3. Within 30 days of the date of this Order, Southside shall file with the Commission its revised tariff setting out the rates approved herein in conformance with 807 KAR 5:011.

Done at Frankfort, Kentucky, this 15th day of March, 1995.

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. 94-253 DATED MARCH 15, 1995

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

First 2,000 Gallons

\$ 16.47 Minimum Bill