COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF SPANISH COVE)SANITATION SYSTEM, INC. FOR AN ADJUSTMENT)OF RATES PURSUANT TO THE ALTERNATIVE) CASE NO. 96-266RATE FILING PROCEDURE FOR SMALL UTILITIES)

<u>ORDER</u>

IT IS ORDERED that Spanish Cove Sanitation System, Inc. ("Spanish Cove") shall file the original and 12 copies of the following information with the Commission with a copy to all parties of record no later than 14 days from the date of this Order. Spanish Cove shall furnish with each response the name of the witness who will be available to respond to questions concerning each item of information requested should a public hearing be scheduled.

1. Provide a breakdown of test-year (1994) charges of \$22,810 for maintenance of treatment and disposal plant.

2. If the breakdown of the \$22,810 maintenance expense does not so indicate, provide the total amount for <u>all</u> test-year expenditures of a nonrecurring nature (e.g., expenses for lagoon repairs or restoration that would not occur in a normal operating year).

3. Explain fully the reason for the unusually high test-year maintenance expense of \$22,810 as compared to the reported 1995 amount of \$4,419 and to 1991,

1992 and 1993 in which no such expense was reported in Spanish Cove's annual reports to the Commission.

Done at Frankfort, Kentucky, this 6th day of December, 1996.

PUBLIC SERVICE COMMISSION

For the Commission

ATTEST:

Is

Executive Director