

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF EAST KNOX )  
COUNTY WATER DISTRICT FOR AN )  
ADJUSTMENT OF RATES PURSUANT TO ) CASE NO. 96-617  
THE ALTERNATIVE RATE FILING )  
PROCEDURE FOR SMALL UTILITIES )

O R D E R

On December 19, 1996, East Knox County Water District ("East Knox Water") applied to the Commission for an adjustment of rates pursuant to Commission Regulation 807 KAR 5:076, the alternative rate filing procedure for small utilities. 807 KAR 5:076 applies to utilities with 500 or fewer customers or \$300,000 or less of gross annual revenues. By letter from the Executive Director dated December 20, 1996, East Knox Water was advised that it did not meet the minimum requirements for using this procedure in that it has more than 500 customers and \$300,000 in annual revenues. Subsequently, East Knox Water requested permission to deviate from the requirements of 807 KAR 5:076.

East Knox Water has 1093 customers and annual revenues of \$352,111. Its 1995 Annual Report is on file with the Commission as required by 807 KAR 5:076 and use of the alternative rate filing procedure is feasible for this utility. East Knox Water, in all other respects, substantially meets the requirements for the alternative rate filing procedure. Therefore, the Commission finds that good cause exists to grant the deviation and East Knox Water should be allowed to use the alternative rate filing procedure for small utilities.

IT IS THEREFORE ORDERED that East Knox Water's request for a deviation from the requirements of 807 KAR 5:076 is granted.

Done at Frankfort, Kentucky, this 9th day of January, 1997.

PUBLIC SERVICE COMMISSION

Judith K. Broadbent  
Chairman

Edith G. [Signature]  
Vice Chairman

B. J. Helton  
Commissioner

ATTEST:

Don Mills  
Executive Director