### COMMONWEALTH OF KENTUCKY

### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF B & H, INC. FOR A)RATE ADJUSTMENT PURSUANT TO THE)CASE NO.ALTERNATIVE RATE FILING PROCEDURE)2000-452FOR SMALL UTILITIES)

#### <u>ORDER</u>

On October 23, 2000, B & H, Inc. ("B & H") filed its application seeking to increase its sewer rates pursuant to 807 KAR 5:076. B & H proposed to increase its multi-family sewer rate from \$22.80 to \$30.40, approximately 33.33 percent, and to increase its single-family rate from \$30.10 to \$40.00, approximately 32.89 percent. The proposed rates would generate annual revenues of \$69,350, \$17,253 above the Commission Staff's ("Staff") normalized test period operating revenues of \$52,097.

On January 23, 2001, the Commission released a Report in which Staff recommended acceptance of B & H's requested sewer rates. All parties were directed to file any written comments upon Staff's findings and recommendations or to request a conference or hearing no later than February 2, 2001. As of this date, the Commission has received no such comments or requests.

The Commission, having considered 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 and are reasonable.

2. The rates proposed by B & H and contained in Appendix A will produce annual revenue of \$69,350.

IT IS THEREFORE ORDERED that:

1. The recommendations and findings contained in the Staff Report are adopted and incorporated by reference into this Order as if fully set out herein.

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

3. Within 30 days of the date of this Order, B & H shall file with the Commission its revised tariff setting out the rates approved herein.

4. Three years from the date of this Order B & H shall file an income statement, along with any pro forma adjustments, in sufficient detail to demonstrate that the rates approved herein are sufficient to meet its operating expenses and annual debt service requirements.

Done at Frankfort, Kentucky, this 14<sup>th</sup> day of February, 2001.

By the Commission

ATTEST:

Executive Direc

## APPENDIX A

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2000-452 DATED

The following rates and charges are prescribed for the customers in the area served by B & H, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

### Monthly Rates

Multi-Family Unit

Single-Family Units

\$ 30.40 \$ 40.00