

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF CLEARWATER)
DISPOSAL, INC. FOR A RATE ADJUSTMENT) CASE NO.
PURSUANT TO THE ALTERNATIVE RATE) 2001-011
FILING PROCEDURE FOR SMALL UTILITIES)

ORDER

On January 17, 2001, Clearwater Disposal, Inc. ("Clearwater") filed its application seeking to increase its sewer rate pursuant to 807 KAR 5:076 and to establish a reconnection charge of \$200. Clearwater proposed to increase its residential flat sewer rate from \$12.84 to \$18.66, approximately 45.33 percent. The proposed residential flat sewer rate will generate annual operating revenues of \$34,716, \$10,836 above the Commission Staff's ("Staff") normalized test period operating revenues of \$23,880.

On March 12, 2001, the Commission released a Report in which Staff recommended acceptance of Clearwater's requested sewer rate and its reconnection charge. 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 March 22, 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 rate proposed by Clearwater and contained in Appendix A will produce Staff's recommended revenue requirement of \$34,716.

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 rate and nonrecurring charge proposed by Clearwater and contained in Appendix A are approved for service rendered by Clearwater on and after the date of this Order.

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

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

Done at Frankfort, Kentucky, this 2nd day of April, 2001.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2001-011 DATED APRIL 2, 2001

The following rates and charges are prescribed for the customers in the area served by Clearwater Disposal, 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 RATE

Residential Flat Rate	\$ 18.66
-----------------------	----------

NONRECURRING CHARGES

Reconnection Charge	\$ 200.00
---------------------	-----------