# November 5,2010

Public Service Commission
P.O. Box 615
Frankfort, KY 40602
Attn: Mr. Jeff Derouen, Executive Director
Subject: Notice to Intervene

PUBLIC SERVICE

Mr. Derouen,

I live at 4207 Stony Brook Drive, 40299 in the Hillridge subdivision and I will be negatively affected by the rate change that Hillridge Facilities, Inc. has filed with the Public Services Commission to increase its monthly sewer rate by 34.7%. In addition to this exorbitant increase, Hillridge is also proposing a surcharge of \$11.19 per month for 36 months to pay for sewer line repairs and replacements mandated by the Kentucky Division of Water. This is an overall increase of **81%**.

# This letter is my request to intervene in this process.

# As to the Surcharge:

Hillridge Facilities, Inc. has failed to maintain its property with the income it has received for decades. And now that it faces Kentucky Division of Water sanctions it is asking that PSC approve a rate increase so that its users have to pay for the intentional neglect of the owner. This is Hillridge Facilities, Inc.'s problem and they should pay for it the way any for-profit business pays for maintenance; out of their own pocket. If they are due a sanction for untimely repair and neglect then they should have ran a better business.

#### As to the rate increase:

This facility has operated without a permit for the last few years.

Its original permit was for a temporary facility until MSD had a line available. That line has been available for several years now. Hillridge Facilites, Inc. is one of the last hold outs in the 600 treatment plants like this that MSD has taken over in the past few decades.

If they can't make money with the current fee structure then they should accept MSD's offer to take over the facility.

Please advise me if there is a hearing on this matter.

Respectfully,

Chris Reece

4207 Stony Brook Drive Jeffersontown, KY 40299

502-821-0544

# NOTICE

Hillridge Facilities, Inc. has filed an application with the Public Service Commission proposing to increase its monthly sewer rate from \$24.13 to \$32.50, an increase of 34.7%. Hillridge believes it could justify a rate increase of 55.6% based upon its operating costs, but has requested the much lower increase to reduce the burden upon its customers. Hillridge is also proposing to begin charging a surcharge of \$11.19 per month for 36 months to pay for sewer line repairs and replacements mandated by the Kentucky Division of Water. The proposed effective date of the change is November 29, 2010.

# Monthly Rate:

<u>Current</u> Flat Rate	\$24.13	<u>Proposed</u> Flat Rate	\$32.50
Surcharge	\$ 0.00	Surcharge	\$11.19
MONTHLY	MONTHLY BILL AT	MONTHLY BILL AT PROPOSED RATE	PERCENT
USAGE	CURRENT RATE		INCREASE
ALL USAGE	\$24.13	\$32.50	34.7%
SURCHARGE	<u>\$ 0.00</u>	<u>\$11.19</u>	N/A
TOTAL BILL	\$24.13	\$43.69	81.1%

The rates contained in this notice are the rates proposed by Hillridge Facilities, Inc.. However, the Public Service Commission may order rates to be charged that are higher or lower than the rates proposed in this notice.

Any corporation, association, body politic, or person may request leave to intervene, by motion within thirty (30) days after notice of the proposed rate change is given. A motion to intervene shall be in writing, shall be submitted to the Executive Director, Public Service Commission, 211 Sower Boulevard, Post Office Box 615, Frankfort, KY 40602, and shall set forth the grounds for the motion, including the status and interest of the party movant. Copies of the application may be obtained at no charge from the utility office at Hillridge Facilities, Inc., 17825 Bradbe Road, Fisherville, KY 40023. Upon request from an intervenor, the utility shall furnish to the intervenor a copy of the application and supporting documents.

Hillridge Facilities, Inc.