

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN ADJUSTMENT OF RATES OF)
PLANTATION HILLS SEWAGE) CASE NO. 8376
TREATMENT PLANT, INC.)

O R D E R

IT IS ORDERED that Plantation Hills Sewage Treatment Plant, Inc., shall file an original and five copies of the following information with the Commission, with a copy to the Attorney General's Consumer Protection Division, by December 23, 1981:

1. On the comparative income statement submitted by your company pursuant to this Commission's administrative order dated November 11, 1981, requesting additional information, we find a difference of \$501.73 with reference to Operating Revenues and \$264.99 in collection fees in comparing the income statement with the study made by the Commission accounting staff using LWC remittance advices. We are attaching a photostatic copy of the PSC accounting staff study. Please account for this difference.

2. With reference to Accounting Expense you show a pro forma cost of \$350. How much of this cost is attributed to rate case expense? Also, list any rate case expense included in any other operating expense accounts.

3. Page one, paragraph one, of the application states that the company is serving 87 users with no vacancies existing, Exhibit VIII shows 88 customers and Exhibit X shows 86. Please state for the record the actual number of customers at June 30, 1981.

4. The account entitled Septic Service shows a pro forma cost of \$700 per year. Please give a more detailed explanation of the services rendered under this cost and to whom paid.

5. Please give a detailed breakdown of the account entitled Taxes with a pro forma cost of \$249.

6. Is it the intention of the company to pay management fees and the secretary's salary after receiving an adjustment in your rate structure?

7. On the Maintenance Analysis for the 12 months ending June 30, 1981, under the sub-caption Supplies, you show in August 1980, \$100.08 and in November 1980, \$100 without invoices covering same. Please supply these invoices. Also, you show under the caption Repairs for July 1980, \$244.21 and we have compared this figure with the Eubank-Hall invoice for that month and find \$204.21 or a difference of \$40. Please clarify.

8. The account Supplies shows a pro forma cost of \$1,120, which is in addition to the supplies listed in the maintenance analysis of \$240.13. Please give an itemized analysis of the \$869 in actual expenses for items costing in excess of \$10. Moreover, provide an analysis of the \$251 adjustment and workpapers supporting this calculation.

9. With reference to the account entitled Debt Retirement, you show a pro forma adjustment to operating expense of \$600 per year related to the \$3,050 advancement made by the stockholders. Is it the intention of the company to make these annual payments after the rate adjustment?

IT IS FURTHER ORDERED that in the event the above information is not timely filed, the Commission may dismiss the case without prejudice absent a motion for extension of time for good cause.

Done at Frankfort, Kentucky, this 14th day of December, 1981.

PUBLIC SERVICE COMMISSION



For the Commission

ATTEST:

Secretary

Case No. 8376 - Plantation Hills Sewage Treatment Plant, Inc.
 Re: Increase in Rates - Test Period: 12 Months Ended 6/30/81
 Analysis of Sewer Revenues/Source of Information: LWC Advice

Year	Month	Gross Revenues	Sales Tax	LWC Collection Charge	Net
1980	July	170639	86	7654	162899
	August	61382		218	61164
	September	158392		6715	151677
	October	54612		111	54501
	November	99617		7565	92052
	December	112383			112383
1981	January	140940		7395	133545
	February	92548		114	92434
	March	146910		7565	139345
	April	74959		114	74845
	May	145927		8500	137427
	June	76350		174	76176
	Total	1334659	86	46125	1288448
	Gross Revenues before Sales Tax		\$ 1334659		
	Less: Sales Tax		86		
	Net		\$ 1334573		

MAINTENANCE ANALYSIS

(For 12 months ending - June 30, 1981)

<u>Date</u>		<u>Monthly Operating Fee</u>	<u>Supplies</u>	<u>Repairs</u>	<u>Clean Lines</u>	<u>Lab Testing</u>
July, 1980	Eubank, Hall & Associates	\$175.00		204.21 \$244.21	\$40.00	
Aug., 1980	" "	175.00	\$100.08	87.46		
Sept., 1980	" "	175.00		130.00		
Oct., 1980	" "	175.00		896.53		
Nov., 1980	" "	175.00	100.00	80.00		
Dec., 1980	" "	175.00		167.35		
Jan., 1981	" "	175.00	10.42			
Feb., 1981	" "	175.00		499.70	190.00	
March, 1981	" "	175.00	3.81	110.00		
April, 1981	" "	175.00		117.56		
May, 1981	" "	175.00		90.00		
June, 1981	" "	175.00	25.82	90.00		\$35.00
		<u>\$2,100.00</u>	<u>\$240.13</u>	<u>\$2,512.81</u> 2472.21	<u>\$230.00</u>	<u>\$35.00</u>

*Note on Eubank Hall Service