

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF STONEBROOK)
SANITATION COMPANY, INCORPORATED,)
FOR CONSIDERATION OF A RATE)
ADJUSTMENT AND A CERTIFICATE OF)
CONVENIENCE AND NECESSITY TO) CASE NO. 8770
CONSTRUCT IMPROVEMENTS TO)
EXISTING FACILITIES AND AUTHORITY)
TO BORROW FUNDS NECESSARY FOR)
SUCH PURPOSES)

O R D E R

IT IS ORDERED that Stonebrook Sanitation Company, Inc., ("Stonebrook"), shall file an original and seven copies of the following information with the Commission with a copy to all parties of record by May 31, 1983. If neither the requested information nor a motion for an extension of time is filed by the stated date, the Commission may dismiss the case without prejudice.

1. On page 2 of the application, Stonebrook has made an adjustment to test period revenues of \$3,059 to arrive at adjusted revenues of \$44,640. The Commission made an analysis of the Louisville Water Company remittance advices and has arrived at gross revenues of \$43,820 or a difference of \$820. Also, there is a difference of \$313 in the agency collection fee (\$2,267 - \$1,954 = \$313). Please explain these differences.

2. Provide the Commission with a vendor letter or other documentation with regard to the \$10 per load increase in sludge hauling.

3. In order to further identify the electric expense for the test period, furnish a monthly list of electric consumption and the cost. Also, explain why the months January and February, 1981, are substantially higher than the remaining months of the test period.

4. Provide further documentation related to Invoice No. 0640 dated July 1, 1981, from the Suburban Sanitation Company for roll-off service for the months of March and April, for \$394.50. Is the nature of this service an annual recurring expense?

5. Provide cost information with regard to the following invoices included in Maintenance of Treatment Plant:

(a) Cost of installing new circulating lines from both pumps. (Re: Invoice of Andriot-Davidson Service Company, Inc., No. 428-2 dated April 28, 1981.)

(b) Cost of installing two new Paragon 1015-ORS 24-hour time clocks on blowers. (Re: Invoice of Andriot-Davidson Service Company, Inc., No. 407-4 dated April 7, 1981.)

(c) Provide a readable copy of the vendor invoice from Eubank-Hall and Associates, Inc., for which Stonebrook paid \$249.60.

(d) Cost of making survey of all manholes in the subdivision for the purpose of uncovering sources of infiltration into the system (\$537.42). Is this service a recurring item each year?

6. Provide further documentation regarding the statement included in office supplies from The George Marr Company dated November 17, 1981, in the amount of \$358.81.

7. Stonebrook has included as a portion of the cost included in miscellaneous general expenses a title insurance premium of \$325 paid to the Commonwealth Land Title Insurance Company, the invoice is dated January 21, 1981. Is this payment made annually or would it be non-recurring in nature?

8. On page 3 of the application, Stonebrook's adjustment No. 10 provides for additional interest expense related to a loan of \$24,100 for major repairs at 18 percent annual interest for 3 years. Has there been any effort made to negotiate a loan to make the necessary repairs? If yes, state the terms of the loan including the name of the lending agency, interest rate, amount of proceeds, the length of the loan, and any correspondence with the lending institution, etc.

9. Provide an amortization schedule related to long term debt of \$59,998 with South East Federal.

Done at Frankfort, Kentucky, this 23rd day of May, 1983.

PUBLIC SERVICE COMMISSION



For the Commission

ATTEST:

Secretary

Public Service Commission
Case No. 8770 - Stonebrook Sanitation Co., Inc.

Analysis of revenues Per LWC Remittance Adv.
for Year Ended 12/31/81

<u>Date</u> 1981	<u>Gross</u> <u>Revenues</u> \$	<u>Sales</u> <u>Tax</u> \$	<u>LWC</u> <u>Collection</u> <u>Charges</u> \$	<u>Loan</u> \$	<u>Net</u> \$
January	3,339.67		2.94	2,055.15	1,281.58
February	3,151.33	1.72	308.77	2,055.15	785.69
March	4,283.80	1.24	4.25	2,055.15	2,223.16
April	3,291.57		316.00	2,055.15	920.42
May	4,167.98		1.90	2,055.15	2,110.93
June	2,894.67		338.30	2,055.15	501.22
July	4,372.05		2.24	2,055.15	2,314.66
August	2,281.55		312.00		1,969.55
September	5,058.97		2.00	2,055.15	3,001.82
October	3,069.11		316.79	2,055.15	697.17
November	4,215.20			2,055.15	2,160.05
December	3,697.26		348.87	2,055.15	1,293.24
Totals	<u>\$43,823.16</u>	<u>\$2.96</u>	<u>\$1,954.06</u>	<u>\$22,606.65</u>	<u>\$19,259.49</u>

Gross Revenues	\$43,823.16
Less:	
Sales Tax	2.96
Net before change	<u>\$43,820.20</u>