

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE APPLICATION OF BUTEN)
BROTHERS, INC. AND BOONE)
COUNTY WATER AND SEWER)
DISTRICT FOR A CERTIFICATE)
OF PUBLIC CONVENIENCE AND)
NECESSITY FOR THE CON-)
STRUCTION OF A SEWAGE) CASE NO. 9082
TREATMENT PLANT IN BOONE)
COUNTY, KENTUCKY; AN ORDER)
AUTHORIZING THE APPLICANT)
TO INCUR INDEBTEDNESS FOR)
THE CONSTRUCTION OF THE)
SEWAGE TREATMENT PLANT;)
AND AN ORDER ESTABLISHING)
AN INITIAL RATE FOR THE)
SERVICE TO BE PROVIDED BY)
THE SEWAGE TREATMENT PLANT)

O R D E R

IT IS ORDERED that Buten Brothers, Inc. ("Buten Brothers") shall file an original and six copies of the following information with the Commission and a copy to all parties of record by August 9, 1984. If neither the requested information nor a motion for an extension of time is filed by the stated date, the case may be dismissed.

1. How many gallons do you anticipate the average customer will use per month?

2. Page 3 of your application shows estimated annual revenues with no customers using over 5,000 gallons. How many customers do you anticipate will use over the minimum usage of 5,000 gallons.

3. Does Boone County Water and Sewer District propose to charge each customer who requests a separate meter for calculating water usage in regards to swimming pools or other uses a connection or installation charge? If so, how much will a customer pay to receive a separate meter?

4. Provide all terms and conditions of the proposed \$90,000 financing. Include the interest rate, payback period, and a preliminary amortization schedule. Also does Boone County Water and Sewer District plan to assume this debt?

5. Provide copies of any studies, comparisons, surveys, or other documentation upon which the following estimated operating expenses were based.

Electric	\$100.00
Chemical	60.00
Water	9.00
Labor	<u>92.25</u>
Total	\$261.25

6. Provide a breakdown of projected number of customers to be added to the system each year until Phase One is complete.

7. An operating deficit will be incurred each year until the number of customers served by the proposed system reaches the breakeven point.

a. Who will finance this operating deficit?

b. Will the deficit be financed out-of-pocket? If not how?

c. Will financing continue until a profit is realized by the system?

Done at Frankfort, Kentucky, this 26th day of July, 1984.

PUBLIC SERVICE COMMISSION

Richard D. Hemann
For the Commission

ATTEST:

Secretary