

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE TARIFF FILING OF BOSTON WATER)
DISTRICT FOR THE INCREASE AND)
ESTABLISHMENT OF CERTAIN NON-) CASE NO. 9662
RECURRING CHARGES AND THE ESTABLISH-))
MENT OF A SPECIAL CONTRACT RATE)

O R D E R

On June 30, 1986, Boston Water District ("Boston") filed tariffs with the Commission proposing to increase and establish certain non-recurring charges and to establish a new Special Contract rate to sell water to the City of New Haven at a whole-sale rate. The new non-recurring charges to be established were a re-reading of meter charge and a returned check charge. Cost justification for the returned check charge was received from Boston. The non-recurring charges to be increased were the reconnection charge and meter test request charge.

On August 11, 1986, an Order was issued to Boston ordering that Boston file with the Commission all information required by 807 KAR 5:011, Section 10, and a copy of the Special Contract applicable under the proposed Special Contract rate pursuant to 807 KAR 5:011, Section 13.

In response to this Order, Boston sent a letter to the Commission dated August 15, 1986, indicating that it would not be

cost effective to hire an accountant to provide the information requested in the Commission's Order; therefore the information would not be filed.

FINDINGS AND ORDERS

The Commission, after consideration of the evidence of record and being advised, is of the opinion and finds that:

1. Boston has failed to comply with 807 KAR 5:011, Section 10, as ordered by the Commission on August 11, 1986; therefore, the increase in the rate for the reconnection charge and the meter test request charge should be denied.

2. Insofar that Boston has failed to furnish cost support documentation for the re-reading of meter charge as required by 807 KAR 5:011, Tariffs, Section 6(2)(c), that charge should be denied.

3. The returned check charge is reasonable and supported by cost justification and should be approved.

4. The proposed Special Contract rate for selling water to the City of New Haven is not compensatory and should be denied.

5. If Boston desires to establish a Special Contract rate for water to be sold to the City of New Haven or increase the non-recurring charges it should refile the contract and/or the non-recurring charges in accordance with the rules and regulations as set out in 807 KAR 5:011, Tariffs.

IT IS THEREFORE ORDERED that:

1. The reconnection charge, meter test request charge and re-reading of meter charge proposed by Boston be and they hereby are denied.

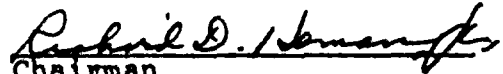
2. The Special Contract rate to sell water to the City of New Haven insofar as it is not compensatory be and it hereby is denied.

3. The return check charge in Appendix A is hereby approved on and after the date of this Order.

4. Within 30 days of the date of this Order, Boston shall file its revised tariff to include the rates set out in Appendix A.

Done at Frankfort, Kentucky, this 14th day of November, 1986.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 9662 DATED 11/14/86

The following rates and charges are prescribed for the customers served by Boston Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Returned Check Charge

\$5.00