

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF NORTH SHELBY)
WATER COMPANY TO INCREASE EXISTING) CASE NO. 9914
NON-RECURRING CHARGES AND ESTABLISH)
A SERVICE CHARGE FOR BAD CHECKS)

O R D E R

On April 13, 1987, North Shelby Water Company ("North Shelby") filed an application for an increase in its Service Connection Charge or Tap-on Fees, for an equal deposit fee for each new customer, and to establish a Service Charge for bad checks. On April 15, 1987, North Shelby filed a letter requesting that the Commission approve the rate increase, effective immediately. In response, the Commission issued a letter dated April 20, 1987, indicating that pursuant to KRS 278.180, North Shelby could put the proposed rates in effect on May 14, 1987, and that the rates could possibly be suspended.

In its application North Shelby filed a specific cost justification for each meter size and cost justification for the proposed bad check service charge. In addition, North Shelby included affidavits of publication verifying that public notice had been given pursuant to 807 KAR 5:011, Section 8.

After a review of the cost justification filed, the Commission is of the opinion that North Shelby should be granted an increase in its tap-on fees, and be allowed to establish a service charge for bad checks. Also, North Shelby should be

allowed to charge an equal deposit fee for all new customers; however, the deposit amount may not be in excess of 2/12 of any customer's annual bill.

Findings and Orders

The Commission, having considered the evidence and being advised, is of the opinion and finds that:

1. North Shelby should be granted an increase in its tap-on fees for a 5/8 inch x 3/4 inch meter and for a 1 inch meter as set out in Appendix A.

2. North Shelby should be permitted to establish a Service Charge for bad checks as set out in Appendix A.

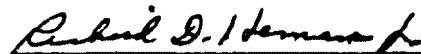
3. North Shelby should be permitted to charge an equal deposit fee for all new customers as set out in Appendix A.

4. North Shelby shall file within 30 days from the date of this Order its revised tariff sheets setting out the rates approved herein.

Accordingly, each of the above findings is HEREBY ORDERED.

Done at Frankfort, Kentucky, this 14th day of May, 1987.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

ATTEST:

Executive Director


Commissioner

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 9914 DATED 5/14/87

The following rates and charges are prescribed for the customers in the area served by North Shelby Water Company. 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.

Tap-On Service Connection Charge

5/8 inch x 3/4 inch connection	\$400.00
1 inch connection	\$500.00

Deposit

All applicants for service	\$ 40.00
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Other Service Charges

Bad check fee	\$ 5.00
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