

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF BURL PARK SANITATION)
ASSOCIATION, INC. FOR A RATE ADJUSTMENT)
PURSUANT TO THE ALTERNATIVE RATE FILING) CASE NO. 10187
PROCEDURE FOR SMALL UTILITIES)

O R D E R

On March 8, 1988, Burl Park Sanitation Association, Inc. ("Burl Park") filed an application seeking approval to increase its rate pursuant to the Alternative Rate Filing Procedure for Small Utilities. The proposed rate would generate additional revenues of \$32,856, an increase of 76.13 percent over adjusted test-year revenues of \$43,158.

On April 12, 1988, the Commission Staff ("Staff") conducted a field review of Burl Park's test-period financial records. On July 14, 1988, Staff issued its report containing its recommendation for a \$7,912 increase in Burl Park's annual operating revenues.

The Boone County Board of Education ("Boone County") was granted full intervention in this proceeding on March 10, 1988. Neither Burl Park, Boone County, nor the Commission sought a hearing in this matter, and all requested information has been filed.

On August 23, 1988, Boone County filed its response to the Staff Report agreeing with Staff's recommendations. As of the date of this Order, Burl Park has not filed any comments with

regard to the Staff Report. After careful review and investigation of Staff's recommendations, the Commission is of the opinion that after Staff's proposals are implemented, Burl Park will have sufficient revenues to meet its obligations and provide for future equity growth. Therefore, the Commission affirms Staff's recommended increase of \$7,912.

FINDINGS AND ORDERS

1. Burl Park should be granted an increase in its rate which would produce additional annual revenues of \$7,912.

2. The rate in Appendix A is the fair, just, and reasonable rate to be charged by Burl Park in that it should produce annual revenues of \$51,070.

3. The rate proposed by Burl Park should be denied.

4. Within 30 days of the date of this Order, Burl Park should file with this Commission its revised tariff setting out the rate approved herein.

IT IS THEREFORE ORDERED that:

1. Burl Park be and hereby is granted a rate to produce additional annual revenues of \$7,912.

2. The rate proposed by Burl Park is hereby denied.

3. The rate in Appendix A is the fair, just, and reasonable rate to be charged by Burl Park for service rendered on and after the date of this Order.

4. Within 30 days of the date of this Order, Burl Park shall file with this Commission its revised tariff setting out the rate approved herein.

Done at Frankfort, Kentucky, this

21st day of October, 1988.

PUBLIC SERVICE COMMISSION

Richard D. Hemenway Jr.
Chairman

Robert M. Davis
Vice Chairman

James McIlwain
Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 10187 DATED 10/21/88

The following rates and charges are prescribed for the customers in the area served by Burl Park Sanitation Association, Inc. 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.

Monthly Rate

All customers \$11.25 per residential equivalent.*

- * The number of residential equivalents and/or fractional parts thereof shall be determined by dividing the customer's monthly water usage in gallons by 12,000 gallons. The minimum bill for any customer shall be \$11.25.