

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF AIRVIEW ESTATES, INC.)
FOR RATE ADJUSTMENT PURSUANT TO THE) CASE NO.
ALTERNATIVE RATE FILING PROCEDURE FOR) 89-104
SMALL UTILITIES)

O R D E R

On April 28, 1989, Airview Estates, Inc. ("Airview") filed its application for Commission approval of a proposed increase in its rates for sewer service. The proposed rates for sewer service would generate additional annual revenues of \$7,100, an increase of 43 percent above test-year revenues.

On August 11, 1989, Commission Staff conducted a field review of Airview's test-period financial records. Based upon this review, Commission Staff issued its report on September 11, 1989, recommending that Airview be authorized to increase its annual revenues by \$9,468.

By letter dated September 11, 1989, Airview was advised to file comments on the Staff Report or request a hearing no later than September 26, 1989 or the case would stand submitted to the Commission for decision. No comments on the Staff Report or requests for a hearing have been received.

The Commission, after considering the evidence of record and being otherwise sufficiently advised, finds:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record, are reasonable, and are hereby adopted as the findings of the Commission in this proceeding and are incorporated by reference as if fully set out herein.

2. The rate in Appendix A, attached hereto and incorporated herein, is the fair, just, and reasonable rate for Airview and will produce gross annual revenues of \$25,886. This rate will allow Airview sufficient revenues to meet its operating expenses, service its debt, and provide for future equity growth.

IT IS THEREFORE ORDERED that:

1. The rate contained in Appendix A is approved for service rendered by Airview on and after the date of this Order.

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

Done at Frankfort, Kentucky, this 23rd day of October, 1989.

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. 89-104 DATED 10/23/89

The following rate is prescribed for the customers in the area served by Airview Estates, 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.

Flat Monthly Rate

\$11.10