

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN ADJUSTMENT OF RATES OF THE MARTIN )  
COUNTY WATER DISTRICT NO. 1 ) CASE NO. 89-159

O R D E R

On June 14, 1989, Martin County Water District No. 1 ("Martin No. 1") filed its application for Commission approval of an increase in its rates for water service. The proposed rates for water service would generate additional annual revenues of \$104,136, an increase of 39 percent above test-year revenues.

In June 1989, Commission Staff conducted a field review of Martin No. 1 test-period financial records. Based upon this review and review of additional information submitted by Martin No. 1 on August 24, 1989, Commission Staff issued its report on October 3, 1989, recommending the proposed rates be accepted.

By letter dated October 3, 1989, Martin No. 1 was advised to file comments on the Staff Report or request a hearing no later than October 18, 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 rates in Appendix A, attached hereto and incorporated herein, are the fair, just, and reasonable rates for Martin No. 1 and will produce gross annual revenues of \$366,759. These rates will allow Martin No. 1 sufficient revenues to meet its operating expenses, and provide for future growth equity, including provisions for servicing its debt.


IT IS THEREFORE ORDERED that:

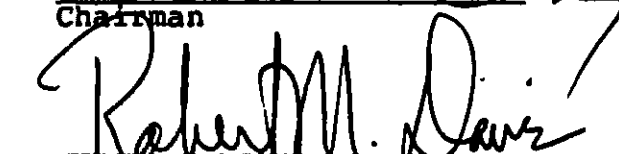
1. The rates proposed by Martin No. 1 and contained in Appendix A are approved for service rendered by Martin No. 1 on and after the date of this Order.

2. Within 30 days of the date of this Order, Martin No. 1 shall file with the Commission its revised tariff setting out the rates approved herein.

Done at Frankfort, Kentucky, this 14th day of December, 1989.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

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Commissioner

ATTEST:

\_\_\_\_\_  
Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 89-159 DATED 12/14/89

The following rates and charges are prescribed for the customers in the area served by Martin County Water District No.

1. 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 Rates

First 2,000 gallons	\$9.35 (Minimum Bill)
Next 8,000 gallons	2.10 per 1,000 gallons
Next 40,000 gallons	1.40 per 1,000 gallons
Over 50,000 gallons	1.30 per 1,000 gallons

Non-Recurring Charges

Connection Fee	\$350
Reconnection Fee	\$ 25

Wholesale Rate to Martin Co. Water District No. 2

\$1.00 per 1,000 gallons