

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF EVERGREEN SEWAGE)	
DISPOSAL SYSTEM FOR RATE ADJUSTMENT)	CASE NO.
PURSUANT TO THE ALTERNATIVE RATE FILING)	92-248
PROCEDURE FOR SMALL UTILITIES)	

O R D E R

On July 1, 1992, Evergreen Sewage Disposal System ("Evergreen") filed its application for Commission approval of a proposed increase in its rates for sewer service. Evergreen's proposed rates for sewer service would generate additional annual revenues of \$1,339, an increase of 18.34 percent.

On September 14, 1992, the Commission Staff conducted a review of Evergreen's test-period financial records at the Commission's offices at Frankfort. Based upon this review, Commission Staff issued a report on December 11, 1992, recommending a \$2,419 increase in Evergreen's annual operating revenues for sewer service.

By Order dated December 11, 1992, the Commission advised Evergreen to file comments on the Staff Report or request a hearing no later than 15 days from the date of said Order 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 that:

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, which is attached hereto and incorporated herein, are the fair, just, and reasonable rates for Evergreen and will produce gross annual revenues of \$9,720 for sewer service based on adjusted test-year sales. These rates will provide Evergreen sufficient revenues to meet its operating expenses, and provide for future equity growth, including provisions for servicing its debt.

IT IS THEREFORE ORDERED that:

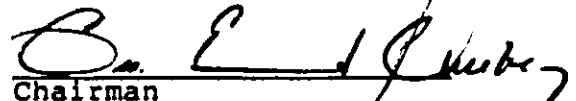
1. The rates proposed by Evergreen in its application are hereby denied.

2. The rates in Appendix A are hereby approved for service rendered by Evergreen on and after the date of this Order.

3. Within 30 days of the date of this Order, Evergreen shall file with the Commission its revised tariff setting out the rates approved herein.

Done at Frankfort, Kentucky, this 1st day of February, 1993.


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. 92-248 DATED FEBRUARY 1, 1993

The following rates and charges are prescribed for the customers in the area served by Evergreen Sewage Disposal System. 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.

Customers Class

Rates

Residential

\$22.55 per month