

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF GREEN HILLS WATER)
DISTRICT FOR RATE ADJUSTMENT PURSUANT) CASE NO.
TO THE ALTERNATIVE RATE FILING PROCEDURE) 92-486
FOR SMALL UTILITIES)

O R D E R

On November 17, 1992, Green Hills Water District ("Green Hills") filed its application for Commission approval of a proposed increase in its rates for water service. The proposed rates for water service would generate additional annual revenues of \$32,507, an increase of 61 percent above test-year revenues.

In September 1992, Commission Staff conducted a field review of Green Hills' test-period financial records. Based upon this review, Commission Staff issued its report on December 8, 1992, recommending the proposed rates be accepted.

By Order dated December 8, 1992, Green Hills was advised to file comments on the Staff Report or request a hearing no later than December 23, 1992, and by letter dated January 6, 1993, the intervenor in this proceeding was given until January 21, 1993 to file comments or the case would stand submitted to the Commission for decision. By letter received January 4, 1993, Green Hills accepted Staff's recommendations. No response was received from the intervenor, Mr. Hiram Davis.

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, attached hereto and incorporated herein, are the fair, just, and reasonable rates for Green Hills and will produce gross annual revenues of approximately \$86,020. These rates will allow Green Hills 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 Green Hills and contained in Appendix A are approved for service rendered by Green Hills on and after the date of this Order.

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

Done at Frankfort, Kentucky, this 27th day of January, 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. 92-486 DATED JANUARY 27, 1993

The following rates and charges are prescribed for the customers in the area served by Green Hills Water District. 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	\$16.90 Minimum Bill
Next 6,000 gallons	8.35 per 1,000 gallons
Over 8,000 gallons	4.05 per 1,000 gallons