COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF HILLVIEW SEWER PLANT) #3, INC. FOR AN ADJUSTMENT OF RATES) PURSUANT TO THE ALTERNATIVE RATE) FILING PROCEDURE FOR SMALL UTILITIES)

CASE NO. 99-067

<u>ORDER</u>

On February 25, 1999, Hillview Sewer Plant #3, Inc. (Hillview #3) filed an application pursuant to Administrative Regulation 807 KAR 5:076 for a proposed adjustment in its rates for sewer service. On May 17, 1999, the Attorney General of the Commonwealth of Kentucky, by and through his Office of Rate Intervention (AG), filed an Initial Request for Information. The Commission finds that Hillview #3 should be required to respond to the AG s request for information. The Commission further finds that information in addition to that requested by the AG is required for full consideration of this case.

IT IS THEREFORE ORDERED that Hillview #3 shall file with the Commission the original and 6 copies of the following information, with a copy to all parties of record within 10 days from the date of this Order.

1. Provide responses to the AG s Initial Request for Information filed with the Commission on May 17, 1999.

2. State the rates currently being charged each customer class.

3. State the number of customers in each customer class.

4. Are there any new customers that will be added to Hillview #3 s system in the next year? If yes, how many customers will be added to the system and to which customer classification will these new customers be added?

5. For the test year, Hillview #3 reported amortization expense of \$1,732, \$1,243.36 of which was for the amortization of organizational costs. Explain the basis for these organizational costs.

Done at Frankfort, Kentucky, this 9th day of September, 1999.

By the Commission

ATTEST:

Executive Director