

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION FOR RATE ADJUSTMENT)	
FOR PURCHASE PUBLIC SERVICE)	CASE NO.
CORPORATION D/B/A GREAT OAKS)	2008-00482
SUBDIVISION)	

ORDER

On December 8, 2008, Great Oaks Subdivision ("Great Oaks") submitted its application requesting that the Commission approve its proposed increase in sewer rates. The proposed sewer rates will increase the average residential bill from \$26.31 to \$28.84, an increase of \$2.53 or 9.62 percent. Great Oaks' proposed rates will generate annual revenues of \$56,741, an increase of \$5,007 or 9.68 percent above the normalized revenue from water rates of \$51,734.

On December 31, 2008, the Attorney General of the Commonwealth of Kentucky, by and through his Office of Rate Intervention ("Attorney General"), submitted his motion for full intervention as authorized by KRS 367.150(8). The Commission granted the Attorney General's motion in its Order of January 12, 2008.

Commission Staff performed a limited financial review of Great Oaks' operations and, on February 3, 2009, issued a report containing its findings and recommendations regarding the proposed rates. In its report, Staff agreed with Great Oaks' adjusted test-period operations, and found that the proposed revenue requirement of \$56,741 will allow Great Oaks to pay its adjusted operating expenses and provide for future equity

growth. Staff further found that Great Oaks' proposed rates will generate the annual revenue requirement of \$56,741 and recommended their approval.

All parties were directed to file written comments upon Staff's findings and recommendations or to request a conference or hearing no later than February 13, 2009. As of that date, no parties had submitted comments or objections or requested a hearing.

The Commission, having considered 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 and are reasonable.
2. Great Oaks' proposed sewer rates will produce annual revenues from sales of \$56,741.

IT IS THEREFORE ORDERED that:

1. The recommendations and findings contained in the Staff Report are adopted and incorporated by reference into this Order as if fully set out herein.
2. Great Oaks' proposed sewer rates, which are set forth in the Appendix, are approved for service rendered by Great Oaks on and after the date of this Order.
3. Within 30 days of the date of this Order, Great Oaks shall file with the Commission its revised tariff setting out the rates approved herein.

By the Commission

ENTERED
MAR 24 2009 *M*
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:

Jeff Derouen by Chelsea Cole
Executive Director

Case No. 2008-00482

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00482 DATED MARCH 24, 2009

The following rates are prescribed for the customers in the area served by Purchase Public Service Corporation d/b/a Great Oaks Subdivision. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

RATES AND CHARGES

Monthly Sewer Rate

Flat Rate

\$28.84 per month

Mark Davis
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