COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

NOTICE TO ADJUST RATES)
BY ELAM UTILITY COMPANY) CASE NO. 7601
INC., MORGAN COUNTY,)
KENTUCKY)

O R D E R

On August 11, 1980, this Commission issued its order
allowing Elam Utility Company, Inc., ("Elam") to increase its
rates and charges by $74,835. Due to the deterioration of its
financial position, Elam was also ordered to file with this Com-
mission quarterly financial reports consisting of an income state-
ment and balance sheet. Such reports were to be maintained in
accordance with the Uniform System of Accounts prescribed for
natural gas companies as adopted by this Commission.

On March 16, 1982, Elam filed with this Commission,
through its counsel, a letter stating that its financial records
are now in order and after pointing out the considerable expense
incurred by complying with the Commission's order to file quarterly
reports, requested that this stipulation in the Commission's order
in Case No. 7601 be deleted.

After careful consideration of the record and being ad-
vised, the Commission is of the opinion that it is no longer neces-
sary for Elam to file the quarterly reports as previously ordered.

However, the Commission is also of the opinion that Elam should continue to provide this Commission with annual reports audited by an independent certified public accounting firm.

IT IS THEREFORE ORDERED that the Commission's order dated August 11, 1980, be and it hereby is amended to delete the provision requiring Elam to file with this Commission the quarterly reports addressed therein.

IT IS FURTHER ORDERED that Elam shall file annual audited financial statements consisting of an income statement and balance sheet, prepared in accordance with the Uniform System of Accounts prescribed for natural gas companies as adopted by this Commission.

Done at Frankfort, Kentucky, this 25th day of March, 1982.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Secretary