

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF EAST KENTUCKY UTILITIES, INC.,)
COUNTY OF FLOYD AND FLOYD COUNTY WATER AND)
GAS SYSTEM FOR APPROVAL OF ISSUANCE OF)
REVENUE BONDS BY FLOYD COUNTY PURSUANT TO)
CHAPTER 58 (SECTIONS 58.010 TO 58.140) CASE NO. 9725
INCLUSIVE) IN NAME OF FLOYD COUNTY WATER AND)
GAS SYSTEM AND FIXING A RATE SUFFICIENT TO)
AMORTIZE SAID REVENUE BONDS AND APPROVAL OF)
CONSTRUCTION)

O R D E R

On October 31, 1986, Floyd County Water and Gas System and East Kentucky Utilities, Inc., ("Applicant") filed a joint application requesting that the Commission approve the issuance of \$1,000,000 in revenue bonds, and that Applicant be permitted to file an amended application which would include any additional documents required by the Commission and the bond counsel once a willing purchaser has been found. Applicant states that the revenue from the bonds will be used in part to upgrade the gas system, which is estimated to cost \$361,350.

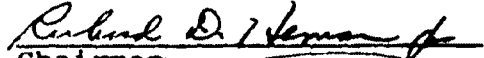
The Commission is of the opinion that Applicant is proposing substantial construction which must be approved by the Commission pursuant to KRS 278.020, and therefore an amended application should be filed to reflect Applicant's request for Commission approval of both financing and construction. In addition to the information that must be filed pursuant to 807 KAR 5:001,


Section 9(2), the amended application should include an amortization schedule, a proposed construction timetable with start-up and completion dates, construction specifications and the extent to which any extensions to the existing plant or new customers will be incurred.

IT IS THEREFORE ORDERED that Applicant shall file an amended application to reflect its request for Commission approval of both the financing and construction, and include the information requested herein.

Done at Frankfort, Kentucky, this 5th day of January, 1987.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director