

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE EFFECTS OF THE FEDERAL TAX REFORM ACT)
OF 1986 ON THE RATES OF BEREA COLLEGE) CASE NO. 9778
ELECTRIC UTILITY DEPARTMENT)

AND

THE EFFECTS OF THE FEDERAL TAX REFORM ACT)
OF 1986 ON THE RATES OF BEREA COLLEGE) CASE NO. 9814
WATER UTILITY DEPARTMENT)

O R D E R

On January 27, 1987, Berea College Electric and Water Utility Departments ("Berea College") filed initial response to the Commission's Order of December 11, 1986. Direct testimony was filed on February 11, 1987. Berea College states that it has no taxable income for federal tax purposes, that federal taxes have not been included in the rate-making process and that the Tax Reform Act of 1986 will not result in any reduced taxes to the utilities.

The Commission concurs and therefore finds that Berea College should be further relieved without prejudice.

IT IS THEREFORE ORDERED that these cases be and are hereby dismissed without prejudice.

Done at Frankfort, Kentucky, this 10th day of March, 1987.

PUBLIC SERVICE COMMISSION

Richard D. Hemmelf
Chairman

Richard L.
Vice Chairman

Squire D. Williams, Jr.
Commissioner

ATTEST:

Executive Director