

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) CASE NO. 9815
KENTUCKY-AMERICAN WATER COMPANY, INC)

O R D E R

IT IS ORDERED that the Kentucky-American Water Company, Inc., ("Kentucky-American") shall file an original and 12 copies of the following information with this Commission, with a copy to all parties of record. Each copy of the data requested should be placed in a bound volume with each item tabbed. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the witness who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to insure that it is legible. Where information requested herein has been provided along with the original application, in the format requested herein, reference may be made to the specific location of said information in responding to this information request. When applicable, the information requested herein should be provided for total company operations and jurisdictional operations, separately. The information requested herein is due no later than April 27, 1987. If the information cannot be provided by this date, you should submit a motion for an

extension of time stating the reason a delay is necessary and include a date by which it will be furnished. Such motion will be considered by the Commission.

Information Request No. 2

1. Provide in the same format as presented in Kentucky-American's filing of March 27, 1987, the income tax expense effects of the Tax Reform Act of 1986 under the assumption that the full reduction from 46 percent to 34 percent is recognized prospectively at July 1, 1987.

a. Also provide supporting workpapers for amounts that differ from the March 27, 1987, filing.

Done at Frankfort, Kentucky, this 22nd day of April, 1987.

PUBLIC SERVICE COMMISSION

Richard D. Herman, Jr.
For the Commission

ATTEST:

Executive Director