

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE RATE ADJUSTMENT OF)
ELAM UTILITY COMPANY, INC.) CASE NO. 9845

O R D E R

On January 16, 1987, Elam Utility Company, Inc., ("Elam") filed an Application for Rate Adjustment. In that application, Elam requested that \$16,000 in customer refunds due be delayed for six months in order to provide Entrade Corporation with payment security for new purchase arrangements.

The Commission finds that Elam should comply with the refund requirements of its purchased gas adjustment clause without delay. A refund plan should be filed with this Commission to return the full amount of customer refunds due to Elam's customers.

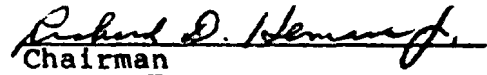
IT IS THEREFORE ORDERED that:

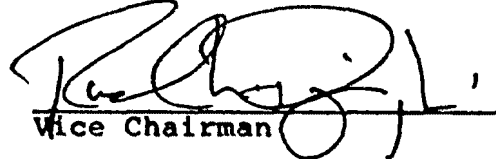
(1) Elam's request to delay the customer refunds due be and it hereby is denied.

(2) Within 20 days of the date of this Order Elam shall file with this Commission a refund plan to return the refunds due to its customers.

Done at Frankfort, Kentucky, this 20th day of April, 1987.

PUBLIC SERVICE COMMISSION


Chairman


Wice Chairman


Commissioner

ATTEST:

Executive Director