

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE INVESTIGATION OF EAST KENTUCKY	)	
UTILITIES, INC. FOR FAILURE TO COMPLY	)	CASE NO. 90-011
WITH KRS 278.300	)	

O R D E R

By Order issued January 23, 1990 the Commission initiated this investigation of East Kentucky Utilities, Inc.'s ("East Kentucky") issuance of indebtedness without the prior approval of the Commission as required by KRS 278.300. The Commission, on its own Motion, hereby expands this investigation to include Floyd County, Kentucky ("Floyd County"), the owner of the gas utility being operated by East Kentucky. Based on a review of the note and the security agreement and mortgage executed by Floyd County, a prima facie showing has been made that Floyd County has issued evidences of indebtedness without the prior approval of the Commission as required by KRS 278.300.

IT IS THEREFORE ORDERED that Floyd County shall appear at 10:00 a.m., Eastern Standard Time, on February 28, 1990 at the Commission's offices at Frankfort, Kentucky, and show cause, if any it can, why it should not be penalized under KRS 278.990 for violating KRS 278.300.

Done at Frankfort, Kentucky, this 20th day of February, 1990.

PUBLIC SERVICE COMMISSION

Chairman

*Robert M. Davis*

Vice Chairman

*Jim Thembury*

Commissioner

ATTEST:

*Lee M. MacCubben*  
Executive Director