

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF ELAM UTILITY COMPANY, )  
INC., MORGAN & WOLFE COUNTY, KENTUCKY, )  
FOR THE AUTHORITY TO BORROW \$797,425 )  
FROM THE ECONOMIC DEVELOPMENT ) CASE NO. 2001-00324  
ADMINISTRATION THROUGH THE DEPARTMENT )  
FOR LOCAL GOVERNMENT )

O R D E R

On January 31, 2002, representatives of Elam Utility Company, Inc. ( Elam ) and Commission Staff ( Staff ) met at the Commission s offices to discuss a number of issues addressed in the Commission s Order issued in this case on December 3, 2001. Elam and Staff discussed changing the due dates on two of the matters addressed in that Order.

Elam expects at least three large customers to be added to its system by the end of calendar year 2002. Elam noted that extending the date that the Commission initiates the rate review required in the Order from May 1, 2002 to March 31, 2003 would allow it to reflect the increase in sales volumes and any expenses associated with these new customers. Elam also indicated that it regularly receives its bank statement around the tenth of the month, therefore, it was difficult to comply with the Commission requirement to supply copies of the bank statement by the tenth of the month.

The Commission finds it reasonable to change the date that it will initiate Elam s rate review and to change the deadline for sending copies of bank statements and the general ledger.

IT IS THEREFORE ORDERED that:

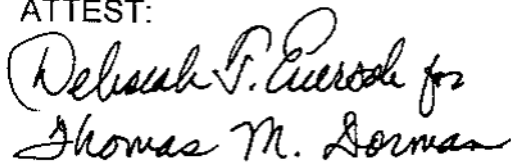
1. The Commission will initiate a general rate review of Elam no later than March 31, 2003.

2. Elam shall file with the Commission, by the twentieth day of every month, effective with the month of February 2002, a copy of its general ledger and bank statement for the preceding month.

Done at Frankfort, Kentucky, this 13<sup>th</sup> day of February, 2002.

By the Commission

ATTEST:

Handwritten signature in cursive script, reading "Delia G. Curran for Thomas M. Lorman". The signature is written in black ink on a white background.

Executive Director