COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF CLASSIC CONSTRUCTION,)INC. FOR RATE ADJUSTMENT FOR SMALL)UTILITIES PURSUANT TO 807 KAR 5:076)

ORDER

Classic Construction, Inc. ("Classic Construction") has applied for an adjustment of its rates for service pursuant to the procedures set forth in 807 KAR 5:076. Finding that a procedural schedule should be established to ensure the orderly review of Classic Construction's application, the Commission HEREBY ORDERS¹ that:

1. No later than September 18, 2013, Commission Staff shall file with the Commission and serve upon all parties of record a written report containing its findings and recommendations regarding Classic Construction's requested rate adjustment.

2. No later than October 2, 2013, or 14 days after the date of the filing of the Commission Staff Report, whichever occurs earlier, each party of record shall file with the Commission:

a. Its written comments on and any objections to the findings and recommendations contained in the Commission Staff Report;

b. Any additional evidence for the Commission's consideration; and

¹ No action is necessary to suspend the effective date of Classic Construction's proposed rates for general sewer service. Pursuant to 807 KAR 5:076, Section 7(1), an applicant who applies for a rate adjustment pursuant to the procedures set forth in 807 KAR 5:076 may not place its proposed rates into effect until the Commission approves those rates or six months from the date of the filing of its application.

c. Written notice as to whether this matter may be submitted for decision based upon the existing record without hearing.

3. If Commission Staff finds that Classic Construction's financial condition supports a higher rate than Classic Construction proposes or the assessment of an additional rate or charge not proposed in Classic Construction's application, Classic Construction in its response to the Commission Staff Report shall also state its position in writing on whether the Commission should authorize the assessment of the higher rate or the recommended additional rate or charge.

4. If Commission Staff recommends changes in the manner in which Classic Construction accounts for the depreciation of Classic Construction's assets, Classic Construction in its response to the Commission Staff Report shall also state its position in writing on whether the Commission should require Classic Construction to implement the proposed change for accounting purposes.

5. A party's failure to file written objections to a finding or recommendation contained in the Commission Staff Report by October 2, 2013, or 14 days after the date of the filing of the Commission Staff Report, whichever occurs earlier, shall be deemed as agreement with that finding or recommendation.

6. Unless all parties request that this matter be submitted for decision upon the existing record, an informal conference shall be held in this matter on Wednesday, October 16, 2013, at 1:00 p.m. Eastern Daylight Time, in Conference Room 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky.

7. Unless all parties request that this matter be submitted for decision upon the existing record, a formal hearing in this matter shall be held at the Commission's

Case No. 2013-00258

-2-

offices at 211 Sower Boulevard, Frankfort, Kentucky, at a date and time to be subsequently announced.

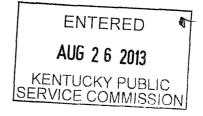
8. Each party shall file with the Commission, no later than October 31, 2013, a list of the persons it intends to call as witnesses at the scheduled hearing and a summary of each witness's expected testimony.

9. Classic Construction shall publish notice of the scheduled hearing in accordance with 807 KAR 5:076, Section 11, no more than 21 days and no less than seven days before the day of the scheduled hearing.

10. Pursuant to KRS 278.360 and 807 KAR 5:001, Section 9(9)(a), the record of the formal hearing in this matter shall be by videotape.

11. Commission Staff shall prepare a written list of all exhibits presented at the hearing and shall file this list with the Commission with all hearing exhibits and a copy of the video transcript of the hearing.

By the Commission



ATTEST Executive Director

Case No. 2013-00258

Gregory T Dutton Assistant Attorney General Office of the Attorney General Utility & Rate 1024 Capital Center Drive Suite 200 Frankfort, KENTUCKY 40601-8204

Russell Givens President Classic Construction, Inc. P.O. Box 4113 Frankfort, KENTUCKY 40604

Jennifer B Hans Assistant Attorney General's Office 1024 Capital Center Drive, Ste 200 Frankfort, KENTUCKY 40601-8204