

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION FOR RATE ADJUSTMENT)
BY LAKEWOOD VALLEY DEVELOPMENT)
COMPANY PURSUANT TO THE ALTERNATIVE) CASE NO. 9629
RATE FILING PROCEDURE FOR SMALL)
UTILITIES)

O R D E R

On July 7, 1986, Lakewood Valley Development Company ("Lakewood") filed its application seeking to increase its rates in order to generate additional revenues of \$1,102 annually, an increase of 3.1 percent over its normalized revenues. On September 4, 1986, the Commission staff performed a limited audit of Lakewood's operations for the purpose of evaluating the requested increase in rates. On September 17, 1986, the staff issued its report containing findings and recommendations related to the requested increase. Lakewood did not file any comments in response to the staff report and did not request a public hearing.

The staff report, based on the Commission's usual rate-making practices, recommended that Lakewood be granted no increase in its rates. The Commission finds the recommendations contained in the report to be reasonable, and therefore, will not grant any rate increase in this matter.

SUMMARY

The Commission, based on the evidence of record and being advised, is of the opinion and finds that:

1. The rates proposed by Lakewood should be denied upon application of KRS 278.030.

2. The rates currently on file in Lakewood's approved tariffs are fair, just and reasonable and should remain in effect.

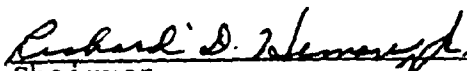
IT IS THEREFORE ORDERED that:

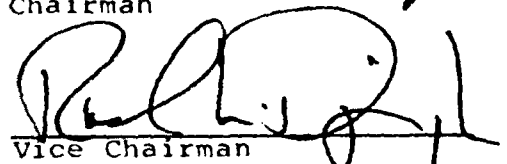
1. The rates proposed by Lakewood are hereby denied.

2. The rates as filed in Lakewood's approved tariffs shall remain in effect for service rendered on and after the date of this Order.

Done at Frankfort, Kentucky, this 26th day of November, 1986.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director