COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF PHELPS GAS COMPANY,) INC., FOR A RATE ADJUSTMENT PURSUANT TO) CASE NO. THE ALTERNATIVE RATE FILING PROCEDURE) 9911 FOR SMALL UTILITIES)

ORDER

On April 9, 1987, Phelps Gas Company, Inc., ("Phelps") filed an application for authority to adjust its rates for gas service. The proposed rates were suspended by the Commission, pursuant to KRS 278.190. The suspension period ends on October 9, 1987.

On October 7, 1987, Phelps filed notice that it would place its proposed rates into effect October 9. The notice was made pursuant to KRS 278.190, Section 2. The Commission finds that it is unable to complete its investigation within the 5-month suspension period and that Phelps has complied with the statutory provisions to place the proposed rates into effect.

IT IS THEREFORE ORDERED that:

(1) Phelps shall maintain its records in such manner as will allow determination of any amount to be refunded, in the event one is ordered upon final resolution in this matter. (2) Phelps shall file its tariffs reflecting these rates within 30 days of the date of this Order.

Done at Frankfort, Kentucky, this 9th day of October, 1987.

PUBLIC SERVICE COMMISSION

Richiel D. Hemenfor For the Commission

ATTEST:

Executive Director