

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTUCKY-AMERICAN WATER)
COMPANY TO INCREASE ITS RATES) CASE NO. 95-554

O R D E R

On January 30, 1996, Kentucky-American Water Company ("Kentucky-American") filed an application with the Commission wherein it proposed to utilize a forward-looking test year to adjust its rates for water service rendered on and after February 29, 1996.

The Commission finds that, pursuant to KRS 278.190, further proceedings are necessary in order to determine the reasonableness of the proposed rates and that such proceedings cannot be completed prior to the proposed effective date.

IT IS THEREFORE ORDERED that:

1. The proposed rates are suspended for six months from February 29, 1996 up to and including August 28, 1996.
2. Nothing contained herein shall prevent the Commission from entering a final decision in this case prior to the termination of the suspension period.
3. The procedural scheduled set forth in Appendix A, attached hereto and incorporated herein, shall be followed in this case.

Done at Frankfort, Kentucky, this 26th day of February, 1996.

PUBLIC SERVICE COMMISSION

ATTEST:


Executive Director


For the Commission

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 95-554 DATED February 26, 1996.

All requests for information to Kentucky-American shall
be due no later than.....3/13/96

Kentucky-American shall mail or deliver responses to
the requests for information no later than.....3/29/96

All supplemental requests for information (to
include only those matters within the scope of
the initial requests) to Kentucky-American shall be
due no later than.....4/17/96

Kentucky-American shall mail or deliver responses to
supplemental requests for information
no later than.....5/03/96

Intervenor testimony, if any, shall be filed
in verified prepared form no later than.....5/22/96

All requests for information to Intervenors
shall be due no later than.....6/05/96

Intervenors shall mail or deliver responses to
requests for information no later than.....6/17/96

Last day for Kentucky-American to publish notice
of hearing date.....6/20/96

Public Hearing is to begin at 10:00 a.m., Eastern
Daylight Time, in Hearing Room 1 of the Commission's
offices at 730 Schenkel Lane, Frankfort, Kentucky,
for the purpose of cross-examination of witnesses
of Kentucky-American and witnesses of the Intervenors.....6/27/96