

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION FOR APPROVAL TO	)	
ISSUE SHARES OF PREFERRED	)	CASE NO. 97-137
STOCK BY INTERMEDIA	)	
COMMUNICATIONS INC.	)	

O R D E R

Intermedia Communications Inc. ("ICI") requests authority pursuant to KRS 278.300 to issue new shares of preferred stock. ICI is authorized to provide local and intrastate interexchange services in Kentucky. It asserts that the issuance of additional shares is for general corporate purposes including expansion of ICI's networks, payment of stock dividends in lieu cash dividends, possible acquisition of other companies, and working capital. Further, ICI states that its services and rates will not be changed as a result of the issuance of stock.

KRS 278.300 prohibits any utility from issuing securities or evidences of indebtedness without prior approval of the Commission. The Commission finds that the proposed issuance of preferred stock is for a lawful object within ICI's corporate purposes, is necessary and appropriate for and consistent with the proper performance of its service to the public, is consistent with the requirements of KRS 278.300, and should be approved.

IT IS THEREFORE ORDERED that the issuance of preferred stock by ICI as described in its application is approved.

Nothing contained herein shall be construed as a finding of value for any purpose or as a warranty on the part of the Commonwealth of Kentucky, or any agency thereof, as to the securities authorized herein.

Done at Frankfort, Kentucky, this 21st day of May, 1997.

PUBLIC SERVICE COMMISSION

Linda K. Breathitt  
Chairman

Edna J. Hines  
Vice Chairman

B. J. Helton  
Commissioner

ATTEST:

Don Mills  
Executive Director