## COMMONWEALTH OF KENTUCKY

## BEFORE THE UTILITY REGULATORY COMMISSION

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In the Matter of

NOTICE OF APPLICATION OF )
FERN LAKE COMPANY )

NOTICE OF FERN LAKE COMPANY PURSUANT TO KRS 278.180, 278.190, AND RELATED STATUTES 5 THROUGH 9, AND RELATED SECTIONS, THAT ON DECEMBER 1, 1980, FERN LAKE COMPANY WILL PLACE INTO EFFECT A TARIFF INCREASING THE WHOLESALE COST OF WATER TO KENTUCKY WATER SERVICE COMPANY, INC.

## APPLICATION FOR FOLLOWING:

CASE NO. 7982

- 1. ORDER PLACING INTO EFFECT THE NEW TARIFF ADJUSTING ITS WHOLESALE RATES TO ITS SOLE CUSTOMER, KENTUCKY WATER SERVICE COMPANY, INC.
- 2. APPLICATION FOR AUTHORITY TO BORROW THE SUM OF \$1,700,000.00 FROM THE CITY OF MIDDLESBORO, KENTUCKY TO PERFORM REMEDIAL WORK REQUIRED BY THE BUREAU OF NATURAL RESOURCES, ON FERN LAKE COMPANY'S LAKE AND DAM IN MIDDLESBORO, KENTUCKY, AND TO AMORTIZE THE LOAN BY INCLUDING IN THE TARIFF A SURCHARGE ENTAILED AND ENCUMBERED FOR THE SPECIFIC PURPOSE OF THE DEBT SERVICE APPLIED FOR HEREIN

## ORDER

On the 29th day of September, 1980, Fern Lake Company filed its Notice with the Commission wherein it proposes to increase its rates for water service rendered on and after the 1st day of December, 1980.

The Commission is of the opinion and finds that a hearing and investigation will be necessary in order to determine the reasonableness of the proposed rates and that such investigation cannot be completed prior to the proposed effective date.

IT IS THEREFORE ORDERED That the proposed rates, charges and classifications be and they hereby are suspended and the application of the rates is deferred for a period of five (5) months on and after the 1st day of December, 1980.

IT IS FURTHER ORDERED That nothing contained herein shall prevent the Commission from entering further Orders in this matter in the event the proceedings in this case shall be terminated by final Order and/or otherwise prior to the termination of the five month period of suspension.

Done at Frankfort, Kentucky, this 30th day of September, 1980.

WILLTY REGULATORY COMMISSION
For the Commission

ATTEST:

Secretary