

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN ADJUSTMENT OF RATES OF THE)
SOUTH SHORE WATER WORKS COMPANY) CASE NO. 10166

O R D E R

On February 16, 1988, South Shore Water Works Company ("South Shore") filed an application seeking approval of an increase in rates. The proposed rates would generate additional revenues of \$71,559 annually, an increase of 27.79 percent above normalized test-year revenues from rates of \$257,510.

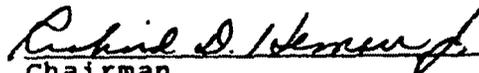
On May 31, 1988, the Commission Staff filed its report recommending rates that would produce additional revenues of \$29,319 annually, an increase of 11.39 percent. South Shore filed its response to the Staff Report on June 2, 1988 accepting all recommendations except for the method utilized to determine revenue requirements.

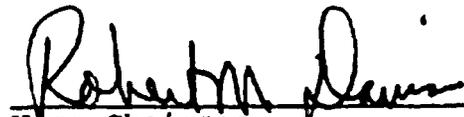
On June 7, 1988, South Shore filed an application for emergency interim rates based upon the rates recommended in the Staff Report. It is the Commission's opinion that since a hearing in this matter has been scheduled for June 30, 1988, the requested interim rates would not be in effect for a sufficient period to help alleviate South Shore's financial condition. Furthermore, the Commission is of the opinion that a Final Order in this proceeding should follow the scheduled hearing in an expeditious manner and thus, the requested interim rates should be denied.

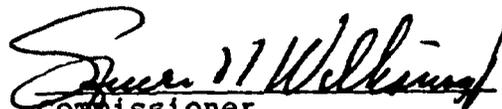
IT IS THEREFORE ORDERED that South Shore's Application for
Emergency Interim Rates is hereby denied.

Done at Frankfort, Kentucky, this 22nd day of June, 1988.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director