COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

GENERAL ADJUSTMENT IN ELECTRIC)
AND GAS RATES OF LOUISVILLE GAS) CASE NO. 8924
AND ELECTRIC COMPANY)

ORDER

IT IS ORDERED that the Office of Attorney General, Division of Consumer Protection, shall file an original and 12 copies of the following information with the Commission as soon as possible but not later than 3 weeks from the date of this Order. Each copy of the data requested should be placed in a bound volume with each item tabbed. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the witness who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to insure that it is legible. If neither the requested information nor a motion for an extension of time is filed by the stated date, the proferred testimony may be stricken.

Issue: Fuel Synchronization Adjustment

Witness: Mark Gerber

- 1. On page 9 of your prefiled testimony, you recommended that "...the revenue requirement determined in this case be reduced by the 3.359 million dollars." How do you propose to reduce the revenue requirement? Provide a copy of your workpapers showing the details of the adjustment, giving account numbers, showing calculations, etc., as appropriate.
- 2. On page 10 of your prefiled testimony, you recommended that "...the Commission remove fuel expenses and purchased power expenses from rate cases and consider them solely in fuel clause procedures."
- a. How do you propose to remove the fuel expenses and purchased power expenses from the rate case? Provide a copy of your workpapers showing the details of all the necessary adjustments, giving account numbers showing calculations, etc., as appropriate.
- b. Are you recommending that the base fuel rate be removed from the rates and all fuel expenses and purchased power expenses be collected solely through the fuel adjustment clause and/or a purchased power adjustment as a separate item(s) on each customer's bill? Explain your recommendation.

Issue: Temperature Normalization

1. Exhibit MSG - Statement 6 shows 24.8 million space heating Mcf for the 12-month test period, while Statement 7 shows 19.9 million space heating Mcf for the 6 months from October through March. Also, 582 heating degree days - of a total of

4,213 - occurred outside the 6-month heating season. Given these data, what is the basis for Mr. Gerber's opinion that there is little or no sales response to temperature in months other than October through March (Gerber Testimony, p. 13, lines 10-13)?

2. Provide the supporting workpapers for Exhibit MSG - Statement 7, and a detailed explanation for the use of total test year degree days in Column 5 when the statement applies to sales for a 6-month period.

Issue: CWIP/AFUDC

Witness: Carl Weaver

1. Mr. Weaver's proposal for accrual of AFUDC applies solely to the equity portion of Trimble County CWIP. Explain why, on his Statement 20, Item "W" is not the average Trimble County CWIP balance.

Done at Frankfort, Kentucky, this 22nd day of February, 1984.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST: