COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC

SERVICE COMMISSION OF THE

APPLICATION OF THE FUEL ADJUST
MENT CLAUSE OF UNION LIGHT,

HEAT AND POWER COMPANY

FROM NOVEMBER 1, 1985,

TO APRIL 30, 1986

)

ORDER

Pursuant to 807 KAR 5:056, Section 1(11), the Public Service Commission ("Commission") issued an Order on June 3, 1986, requiring Union Light, Heat and Power Company ("ULH&P") to notify its customers of a hearing to be held on July 22, 1986. ULH&P was not required to appear at the scheduled hearing unless an appearance was requested by the Attorney General's Division of Consumer Protection or other interested parties, or by the Commission on its own motion. Furthermore, ULH&P filed an affidavit stating its compliance with the provisions of the Fuel Adjustment Clause as prescribed in 807 KAR 5:056. ULH&P also filed its monthly fuel charges for the 6-month period under review.

Following proper notice, no party of record requested ULH&P to appear at the hearing scheduled for July 22, 1986. After reviewing ULH&P's monthly fuel clause filings for the 6-month period under review, the Commission is of the opinion that ULH&P has complied with the provisions of 807 KAR 5:056 except as noted

in their Order in Case No. 9175-B dated November 6, 1986. ULH&P should immediately revise its PAC report as directed in that Order. Additionally, ULH&P should be prepared to testify in the next PAC hearing as to its implementation of the Commission's revised FAC reporting procedures.

IT IS THEREFORE ORDERED that the charges and credits billed by ULH&P through the fuel adjustment clause for the period November 1, 1985, through April 30, 1986, be and they hereby are approved.

Done at Frankfort, Kentucky, this 14th day of November, 1986.

PUBLIC SERVICE COMMISSION

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Vice Chairman

Sewell W

ATTEST: