

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN APPLICATION OF THE UNION LIGHT, HEAT)
AND POWER COMPANY FOR AUTHORITY TO DEVIATE) CASE NO. 10136
FROM COMMISSION REGULATION 807 KAR 5:022,)
SECTION 9(17)(a)2)

O R D E R

IT IS ORDERED that Union Light, Heat and Power Company ("ULH&P") shall file an original and 10 copies of the following information with this Commission, with a copy to all parties of record. 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. The information requested herein is due no later than April 15, 1988. If the information cannot be provided by this date, you should submit a motion for an extension of time stating the reason a delay is necessary and include a date by which it will be furnished. Such motion will be considered by the Commission.

Information Request No. 2

1. Assuming an installation fee of \$450, provide the following information:

a. Provide the initial journal entries that would be made upon providing a new customer with free installation.

b. Provide any necessary periodic journal entries related to (a) above.

2. With reference to the response to Item No. 10(a) of the Commission's Information Request No. 1, explain the basis for that estimate. Also, explain why ULH&P believes this to be a reliable estimate.

3. With reference to the response to Item No. 10(c) of the Commission's Information Request No. 1, explain and provide the workpapers supporting the \$10,800 customer representative allocation.

4. With reference to the response to Item No. 14 of the Commission's Information Request No. 1, provide the following information:

a. Provide an analysis showing the projected rate impact on the average customer's bill for all customer classes, if recovery of expenses related to free installation of customer service lines is allowed for rate-making purposes.

5. Provide an itemized analysis supporting the \$450 hookup cost per customer.

6. With reference to Exhibit 3 of ULH&P's Application, provide the following information:

a. Is the exhibit a representation of the annual results of the program, or is this a representation of the total results of the program, i.e., will 135 customers be added annually, or will only 135 be added during the entire duration of this program?

b. Is there a ceiling number for service lines in this program? If yes, what is the number per year and the total number for this program?

c. Will ULH&P provide installation services for customers who do not qualify for this program for a charge? If so, for what charge?

7. a. Explain the effect of this tariff change under the following scenario:

A new home is completed and occupied. The homeowner purchases a kerosene heater. Correctly claiming this unregulated fuel is his only source of heat, he applies for free installation under this tariff provision.

b. Would this tariff provision apply under the above scenario? If so, explain why all owners of new homes would not be able to qualify for free service line installation by following the steps necessary to create the above scenario.

Done at Frankfort, Kentucky, this 1st day of April, 1988.

PUBLIC SERVICE COMMISSION

Richard D. Newman
For the Commission

ATTEST:

Forest M. Stagg
Executive Director