

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 ADJUSTMENT CLAUSE OF LOUISVILLE)	CASE NO. 94-462-A
GAS AND ELECTRIC COMPANY FROM)	
NOVEMBER 1, 1994 TO APRIL 30, 1995)	

O R D E R

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on June 27, 1995 established this case to review and evaluate the operation of the fuel adjustment clause ("FAC") of Louisville Gas and Electric Company ("LG&E") for the 6 months ended April 30, 1995.

As part of this review, LG&E, pursuant to Commission Order, submitted certain information concerning its compliance with Commission Regulation 807 KAR 5:056. A public hearing was held on August 17, 1995.

The Commission has previously established LG&E's base fuel cost at 12.57 mills per Kwh.¹ A review of LG&E's monthly fuel clause filings shows that the actual fuel cost incurred for the 6-month period under review ranged from a low of 10.44 mills in November 1994 to a high of 11.76 mills in January 1995, with a 6-month average of 10.88 mills.

¹ Case No. 94-462, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of Louisville Gas and Electric Company from November 1, 1992 to October 31, 1994, Order dated April 5, 1995.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds no evidence of improper calculation or application of LG&E's FAC charge or improper fuel procurement practices.

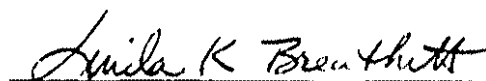
IT IS THEREFORE ORDERED that the charges and credits billed by LG&E through its FAC for the period November 1, 1994 to April 30, 1995 be and they hereby are approved.

Done at Frankfort, Kentucky, this 27th day of September, 1995.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director