

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE JOINT APPLICATION PURSUANT TO 1994)
HOUSE BILL NO. 501 FOR THE APPROVAL OF)
THE PRINCIPLES OF AGREEMENT, DEMAND SIDE)
MANAGEMENT, THE UNION LIGHT, HEAT AND)
POWER COMPANY, AND FOR AUTHORITY FOR) CASE NO. 95-312
THE UNION LIGHT, HEAT AND POWER COMPANY)
TO IMPLEMENT VARIOUS TARIFFS TO RECOVER)
COSTS, LOST REVENUES AND RECEIVE)
INCENTIVES ASSOCIATED WITH DEMAND SIDE)
MANAGEMENT PROGRAMS)

O R D E R

On December 1, 1995, the Commission approved The Union Light, Heat and Power Company's ("ULH&P") demand-side management ("DSM") plan. The DSM plan included the implementation of specific DSM programs, a collaborative process to consider and develop additional DSM programs, and tariffs which would permit ULH&P to recover DSM program and administrative costs, lost revenues, and incentives. The DSM plan will be in effect through December 31, 1999.

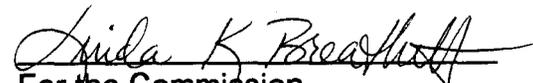
On September 30, 1996, ULH&P filed a motion for the Commission to establish February 1, 1997, as the date for ULH&P to file its 1997 Annual Demand-Side Management Cost Recovery Mechanism Adjustment ("1997 DSM Adjustment"). ULH&P's approved DSM plan originally specified October 1, 1996, as the filing date of the annual cost recovery adjustment. The Commission granted the request on October 10, 1996.

ULH&P now seeks to extend the filing date of its 1997 DSM Adjustment to April 1, 1997. In its motion filed on January 30, 1997, ULH&P indicated that such an extension is necessary to allow ULH&P to finalize the development budget and to continue to work with the DSM Collaborative on this matter. Having considered the motion and being otherwise sufficiently advised, the Commission finds that ULH&P's motion should be granted.

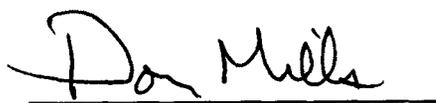
IT IS THEREFORE ORDERED that ULH&P shall file on or before April 1, 1997, its 1997 DSM Adjustment.

Done at Frankfort, Kentucky, this 14th day of February, 1997.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:


Executive Director