

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 THE UNION) CASE NO.
LIGHT, HEAT AND POWER COMPANY FROM) 2000-00517-B
MAY 1, 2001 TO JUNE 3, 2001)

ORDER

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on December 20, 2001 established this case to review and evaluate the operation of the fuel adjustment clause (FAC) of The Union Light, Heat and Power Company, (ULH&P) for the period from May 1, 2001 through June 3, 2001.¹

As part of this review, the Commission ordered ULH&P to submit certain information concerning its compliance with Commission Regulation 807 KAR 5:056. ULH&P has complied with this Order. The Commission further ordered that a public hearing be held in this case but cancelled it when, after publication of notice, no interested party advised the Commission of its intention to attend.

¹ On June 1, 2001, the Commission froze ULH&P's rates, including its FAC charge, at the level in effect on June 4, 2001 until December 31, 2003. See Case No. 2001-00058, The Application of The Union Light, Heat and Power Company for Certain Findings Under 15 U.S.C § 79Z (Ky.PSC May 11, 2001 and June 1, 2001). In a separate proceeding, we determined that Administrative Regulation 807 KAR 5:056, Section 11, would require a review of ULH&P's FAC charges for the period from May 1, 2001 to June 3, 2001. See Case No. 2000-00517-A, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of The Union Light, Heat and Power Company from November 1, 2000 to April 30, 2001 (Ky.PSC Dec.17, 2001) at 3.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds no evidence that ULH&P has improperly calculated or applied its FAC charge.²

IT IS THEREFORE ORDERED that the charges and credits applied by ULH&P through the FAC for the period May 1, 2001 through June 3, 2001 are approved.

Done at Frankfort, Kentucky, this 2nd day of May, 2002.

By the Commission

ATTEST:


Executive Director

² To the extent that our Orders in Case No. 2001-00058 froze ULH&P's FAC rate and prohibited any modifications to that rate, we implicitly determined that all charges collected through ULH&P's FAC during the current review period were properly billed and collected. Case No. 2000-00517-A, Order of December 17, 2001 at 3.