

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE ADJUSTMENT TO DEMAND-SIDE MANAGEMENT	)	
BALANCE ADJUSTMENT (DBA) OF THE DEMAND-	)	CASE NO.
SIDE MANAGEMENT COST RECOVERY MECHANISM	)	2002-00074
FOR LOUISVILLE GAS AND ELECTRIC COMPANY	)	

O R D E R

On February 27, 2002, Louisville Gas and Electric Company ( LG&E ) filed proposed changes to the Demand-Side Management Balance Adjustment ( DBA ) component of its Demand-Side Management Cost Recovery Component ( DSMRC ) tariffs. The DBA component reflects prior period over- or under-recoveries of Demand-Side Management costs and incorporates those amounts in the calculation of customers bills on a going-forward basis. The proposed changes will be applicable to LG&E s rates for gas and electric service for the 12-month period beginning April 2002. The changes to LG&E s gas service DBA result in decreased rates to customers served under Residential Rate RGS and Residential Summer Air Conditioning Rider and increased rates to customers served under Commercial Rate CGS, Rate G-6, Rate G-7, Rate TS, Rate FT, and Commercial Summer Air Conditioning Rider. The changes to LG&E s electric service DBA result in increased rates to customers served under its Residential Rate R, General Service Rate GS, Large Commercial Rate LC, and Large Commercial Time-of-Day Rate LC-TOD.

LG&E filed its revised tariffs with an effective date of April 1, 2002. Based on a review of the revised DSMRC tariffs and supporting schedules that show the calculation of the DBA component thereof, the Commission finds that the proposed rate changes are reasonable and should be approved for bills rendered on and after April 1, 2002.

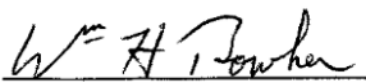
IT IS THEREFORE ORDERED that:

1. LG&E's proposed changes to its DSMRC tariffs are approved effective for bills rendered on and after April 1, 2002.
2. Within 10 days of the date of this Order, LG&E shall file revised DSMRC tariffs that show the date issued and that they were issued by authority of this Order.

Done at Frankfort, Kentucky, this 26<sup>th</sup> day of March, 2002.

By the Commission

ATTEST:

Deputy   
Executive Director