COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF THE UNION LIGHT, HEAT)AND POWER COMPANY FOR A CERTIFICATE)OF PUBLIC CONVENIENCE AND NECESSITY)CASE NO. 2002-00407TO CONSTRUCT GAS DISTRIBUTION FACILITIESWITHIN ITS SERVICE TERRITORY)

SECOND DATA REQUEST OF COMMISSION STAFF TO UNION LIGHT, HEAT AND POWER COMPANY

The Union Light, Heat and Power Company (ULH&P) is requested, pursuant to 807 KAR 5:001, to file with the Commission the original and eight copies of the following information, with a copy to all parties of record. The information requested herein is due no later than 7 days from the date of this information request. Each copy of the data requested should be placed in a bound volume with each item tabbed. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the person who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to ensure that it is legible. Where information requested herein has been provided, in the format requested herein, reference may be made to the specific location of said information in responding to this information request.

1. Refer to Exhibit A of the First Amended Application, page 1. ULH&P has identified several projects by street names under the heading Module Jobs that were not identified in the original application.

a. Explain why these jobs were not part of the original modules.

b. Explain why ULH&P has amended its application to include them at this time.

c. Provide a detailed explanation of these projects.

d. ULH&P has also listed under the heading Module Jobs two projects designated Projected Module.

e. State why these two projects were not included in the original application and why ULH&P has included them in this application.

f. Provide a detailed explanation of the projects identified as Projected Modules.

g. State why no estimated footages were provided to the Commission on these two projects and provide the estimated footages.

h. ULH&P states that the projects identified as Projected Modules will be sent to contractors for bid. Explain how ULH&P determined the estimated costs for these two projects.

2. Refer to paragraph 5 of the First Amended Application. ULH&P states that it is requesting authorization to incur construction costs in the amount of \$14,155,861 for module work, CIMOS, BSMOS and street improvement work. It is also requesting permission to deviate from the projected cost of \$14,155,861 in an amount up to 20 percent of the projected costs. It states that the basis for the deviation of 20

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percent is the same as that put forth in Case No. 2002-00089. ULH&P requested, and was granted, a deviation of 20 percent above its projected costs for the projects certificated in Case No. 2002-00089.¹ That deviation was granted to cover projects identified by ULH&P s CIMOS and BSMOS grading systems, street improvement work and additional work and expenses incurred on projects as a result of unexpected field conditions. Explain why it is reasonable for ULH&P to include the CIMOS, BSMOS and street improvement projects in its request for a certificate and then also request a deviation of 20 percent based on those items.

Thomas M. Dorman Executive Director Public Service Commission P. O. Box 615 Frankfort, Kentucky 40602

DATED___April 29, 2003__

cc: Parties of Record

¹ Case No. 2002-00089, Application of The Union Light, Heat and Power Company for a Certificate of Public Convenience and Necessity to Construct Gas Distribution Facilities Within its Service Territory and for a Deviation From Administrative Regulation 807 KAR 5:022, Section 9(17).