COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| THE APPLICATION OF LOUISVILLE GAS AND |) | |
|---------------------------------------|---|------------|
| ELECTRIC COMPANY FOR APPROVAL OF ITS |) | CASE NO. |
| 2006 COMPLIANCE PLAN FOR RECOVERY BY |) | 2006-00208 |
| ENVIRONMENTAL SURCHARGE | ĺ | |

ORDER

On June 23, 2006, Louisville Gas and Electric Company ("LG&E"), pursuant to KRS 278.020(1) and 278.183, filed an application seeking approval of: (1.) an amended compliance plan for purposes of recovering the costs of new and additional pollution control facilities; and (2.) an amended Environmental Cost Recovery Surcharge tariff.

The Commission finds that further proceedings are necessary to investigate the reasonableness of the proposed amendments to LG&E's compliance plan and surcharge tariff. KRS 278.183(2) prescribes that the Commission complete its examination within 6 months of the submittal of LG&E's application. The procedural schedule set forth in Appendix A provides for the completion of this examination within the 6-month requirement.

IT IS THEREFORE ORDERED that:

- 1. The procedural schedule set forth in Appendix A, which is attached hereto and incorporated herein, shall be followed.
- 2. All requests for information and responses thereto shall be appropriately indexed and 5 copies shall be filed with the Commission, with copies to all parties of record. Any request for information from the Commission Staff shall be responded to as

if set forth in a Commission Order. All responses shall include the name of the witness

who will be responsible for responding to questions at any hearing in this proceeding

related to the information provided.

3. Any party filing testimony shall file an original and 8 copies.

4. LG&E shall give notice of the hearing in accordance with the provisions

set out in 807 KAR 5:011, Section 8(5). At the time publication is requested, LG&E

shall forward a duplicate of the notice and request to the Commission.

5. At any public hearing in this matter, neither opening statements nor

summarization of direct testimonies shall be permitted.

6. Any objections or motions relating to discovery or procedural dates shall

be filed upon 4 business days' notice or shall include an explanation why such notice

was not possible.

7. Nothing contained herein shall prevent the Commission from entering

further Orders in this matter.

Done at Frankfort, Kentucky, this 13th day of July, 2006.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00208 DATED July 13, 2006

| All initial requests for information to LG&E shall be filed no later than |
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| LG&E shall file responses to initial requests for information no later than |
| All supplemental requests for information to LG&E shall be filed no later than |
| LG&E shall file responses to supplemental requests for information no later than |
| Intervenor testimony, if any, in verified prepared form shall be filed no later than |
| All requests for information to Intervenors shall be filed no later than |
| Intervenors shall file responses to requests for information no later than |
| LG&E shall file rebuttal testimony, in verified form no later than |
| Last day for LG&E to publish notice of hearing11/01/06 |
| Public Hearing is to begin at 9:00 a.m., Eastern Standard Time, in Hearing Room 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky, for the purpose of cross-examination of witnesses of |
| LG&E and Intervenors11/08/06 |
| Briefs, if any, shall be filed by |