Steven L. Beshear Governor

Robert D. Vance, Secretary Environmental and Public Protection Cabinet

Larry R. Bond Commissioner Department of Public Protection

Russell D. Alred P.O. Box 288 Harlan, KY 40831



Commonwealth of Kentucky Public Service Commission 211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

May 14, 2008

John W. Clay Vice Chairman

Caroline Pitt Clark Commissioner

RE: Case No. 2008-00142

We enclose one attested copy of the Commission's Order in the above case.

Sincerely,

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Stephanie Stumbo Executive Director

SS/rs Enclosure

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Steven L. Beshear Governor

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COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

RUSSELL D. ALRED

COMPLAINANT

KENTUCKY UTILITIES COMPANY

DEFENDANT

CASE NO. 2008-00142

<u>ORDER</u>

On April 16, 2008, Complainant, Russell D. Alred, filed a complaint alleging that Defendant, Kentucky Utilities Company ("KU"), had unlawfully required him to pay a fuel adjustment surcharge as part of his utility bills. KU subsequently filed an answer, asserting that its fuel adjustment surcharge is lawfully imposed pursuant to 807 KAR 5:056. KU further maintained that its tariff contains a fuel adjustment surcharge mechanism and that, pursuant to the filed rate doctrine as codified in KRS 278.160, it would be unlawful for Complainant to receive electric service from KU without payment of the surcharge.

Complainant may file with the Commission, within 20 days of the date of this Order, a written response to KU's answer, addressing the issues raised therein. An informal conference will be scheduled for June 5, 2008 at the Commission's offices for the purpose of discussing the issues associated with the complaint and establishing a procedural schedule for the proceeding.

IT IS THEREFORE ORDERED that:

1. Complainant is authorized to file a written response to the issues raised in KU's answer within 20 days of the date of this Order.

2. An informal conference with Commission Staff is scheduled for June 5, 2008 at 1:30 p.m., Eastern Daylight Time, in Conference Room 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky.

Done at Frankfort, Kentucky, this 14th day of May, 2008.

By the Commission

Commissioner Clark Abstains.

ATTE Executive Director

Case No. 2008-00142