

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF DUKE ENERGY KENTUCKY,)	
INC., FOR (1) A CERTIFICATE OF PUBLIC)	
CONVENIENCE AND NECESSITY)	
AUTHORIZING THE ACQUISITION OF THE)	CASE NO.
DAYTON POWER & LIGHT COMPANY'S 31%)	2014-00201
INTEREST IN THE EAST BEND GENERATING)	
STATION; (2) APPROVAL OF DUKE ENERGY)	
KENTUCKY, INC.'S ASSUMPTION OF)	
CERTAIN LIABILITIES IN CONNECTION WITH)	
THE ACQUISITION; (3) DEFERRAL OF COSTS)	
INCURRED AS PART OF THE ACQUISITION;)	
AND (4) ALL OTHER NECESSARY WAIVERS,)	
APPROVALS, AND RELIEF)	

ORDER

On June 13, 2014, Duke Energy Kentucky, Inc. ("Duke Kentucky") filed an application seeking, among other things, approval for a certificate of public convenience and necessity pursuant to KRS 278.020 and 807 KAR 5:001, Section 15, in connection with the acquisition of a 31 percent interest in the East Bend Unit 2 Generating Station ("East Bend"), which is currently owned by the Dayton Power & Light Company. Duke Kentucky also seeks authorization pursuant to KRS 278.300 for Duke Kentucky's assumption of certain liabilities associated with the proposed East Bend acquisition.¹

KRS 278.300(2) provides that the Commission shall have 60 days to adjudicate an application for authority to issue evidences of indebtedness unless it is necessary for good cause to continue the application. As the Commission does not expect to

¹ Duke Kentucky's application was initially deemed deficient. On June 24, 2014, Duke Kentucky submitted supplemental information which cured the deficiency. Duke Kentucky's application was deemed filed as of June 24, 2014.

complete the investigation of Duke Kentucky's application within 60 days, the Commission finds that good cause exists to continue the financing request beyond the 60-day period specified in KRS 278.300(2). The Commission further finds that a procedural schedule should be established for the processing of this matter.

IT IS HEREBY ORDERED that:

1. Duke Kentucky's request for approval and authorization to assume certain liabilities in connection with the East Bend acquisition is continued beyond the 60-day period specified in KRS 278.300(2).

2. The procedural schedule set forth in the Appendix attached hereto and incorporated herein shall be followed.

3. a. Responses to requests for information shall be appropriately bound, tabbed, and indexed and shall include the name of the witness responsible for responding to the questions related to the information provided, with copies to all parties of record and an original and ten copies to the Commission.

b. Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

c. Any party shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect.

d. For any request to which a party fails or refuses to furnish all or part of the requested information, that party shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

4. A person who submits a motion to intervene after July 24, 2014, and, upon a showing of good cause, is granted full intervention shall accept and abide by the existing procedural schedule.

5. All parties shall respond to any requests for information that Commission Staff submits in accordance with the procedural schedule set forth in the Appendix.

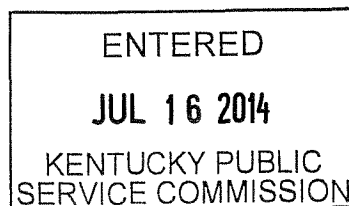
6. Any party filing testimony shall file an original and ten copies.

7. At any public hearing in this matter, neither opening statements nor summarization of direct testimonies shall be permitted.


8. The Commission does not look favorably upon motions for continuance. Consequently, motions for extensions of time with respect to the schedule herein shall be made in writing and will be granted only upon a showing of good cause.

9. Nothing contained herein shall prevent the Commission from entering further Orders in this matter.

By the Commission



ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2014-00201 DATED **JUL 16 2014**

- Requests for intervention shall be filed no later than07/24/14
- All initial requests for information to Duke Kentucky shall be filed no later than07/28/14
- Duke Kentucky shall file responses to initial requests for information no later than08/08/14
- All supplemental requests for information to Duke Kentucky shall be filed no later than08/19/14
- Duke Kentucky shall file responses to supplemental requests for information no later than08/29/14
- Intervenor testimony, if any, in verified prepared form, shall be filed no later than09/10/14
- All requests for information to Intervenors shall be filed no later than09/22/14
- Intervenors shall file responses to requests for information no later than 10/03/14
- Duke Kentucky shall file, in verified form, its rebuttal testimony no later than 10/13/14
- Public Hearing to be held in Hearing Room 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky, for the purpose of cross-examination of witnesses of Duke Kentucky and Intervenors To Be Scheduled
- Simultaneous briefs, if any To Be Scheduled