

COMMONWEALTH OF KENTUCKY
BEFORE THE ENERGY REGULATORY COMMISSION

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In the Matter of:

AN EXAMINATION BY THE ENERGY REGULATORY)
COMMISSION OF THE APPLICATION OF THE)
FUEL ADJUSTMENT CLAUSE OF UNION LIGHT,) CASE NO. 7611
HEAT AND POWER COMPANY FROM MAY 1, 1979)
TO OCTOBER 31, 1979.)

O R D E R

On October 23, 1979, Union Light, Heat and Power Company (U.L.H. & P.) was ordered to appear before the Energy Regulatory Commission for the purpose of an examination of the Company's application of its fuel adjustment clause for the period May 1, 1979, to October 31, 1979. On November 20, 1979, a public hearing was held at the offices of the Commission in Frankfort, Kentucky. The Consumer Protection Division of the Office of the Attorney General was the only intervenor to participate in the public hearing.

D I S C U S S I O N

Union Light, Heat and Power Company is a "distribution" utility purchasing all its energy requirements from its parent company, the Cincinnati Gas and Electric Company (C.G. & E.), an Ohio utility with generating capabilities.

C.G. & E.'s fuel policies and practices are subject to periodic audits by an independent auditing firm and hearings before the Public Utilities Commission of Ohio. Because the policies and practices of C.G. & E. in fuel related matters have a direct impact on the consumers of U.L.H. & P., it is important and appropriate that this Commission be informed.

F I N D I N G S

The Energy Regulatory Commission of Kentucky, after consideration of the evidence of record and being advised, is of the opinion and so FINDS:

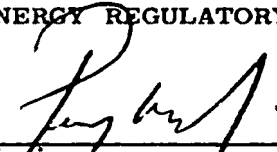
(1) The Energy Regulatory Commission of Kentucky is of the opinion from the Evidence introduced at the hearing that Union Light, Heat and Power Company has complied with the provisions of 807 KAR 50:075, Uniform Fuel Adjustment Clause.

(2) That Union Light, Heat and Power Company as an agency for its parent company, Cincinnati Gas and Electric, should file with the Commission copies of the audit reports by the independent CPA firms and orders from the Ohio Commission regarding fuel policies and practices.

IT IS THEREFORE ORDERED, that the Union Light, Heat and Power Company file with this Commission at least thirty (30) days before May and November of each year all available reports regarding prior period fuel activities of its parent company.

Done at Frankfort, Kentucky, this 31st day of March, 1980.

ENERGY REGULATORY COMMISSION


Chairman


Vice-Chairman


Commissioner

ATTEST:

Secretary