

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

AN ADJUSTMENT OF ELECTRIC)
RATES OF THE UNION LIGHT,) CASE NO. 8509
HEAT AND POWER COMPANY)

O R D E R

IT IS ORDERED that Union Light, Heat and Power Company shall file an original and nine copies of the following information with the Commission, with a copy to all parties of record, by July 26, 1982. Each copy of the data requested should be placed in a bound volume with each item tabbed. Where a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Careful attention should be given to copied material to insure that it is legible. When an item is needed for both the electric department and the gas department, provide this information on separate schedules. Moreover, Union Light, Heat and Power shall furnish the name of the witness who will be responsible for responding to questions concerning each area of information outlined below.

1) On January 1, 1979 the federal income tax rate for income exceeding \$100,000 was reduced from 48 to 46 percent. Recalculate that portion of taxes that were deferred at the 48 percent at the current 46 percent tax rate and provide the

difference between that and the corresponding balance in Deferred Taxes for Kentucky jurisdictional electric operations at the end of the test period.

2) Provide a statement of the policy of Union Light, Heat and Power with respect to the treatment of Deferred Federal Income Taxes resulting from the reduction of the statutory tax rate from 48 to 46 percent.

3) How much construction work in process ("CWIP") for Kentucky jurisdictional operations at December 31, 1981, is applicable for capitalization of A.F.U.D.C.?

4) Provide a 10 year average of injuries and damages expense based on actual operations through December 31, 1981, and provide the apportionment factor used to determine the amount applicable to Kentucky jurisdictional electric operations.

5) In order to reconcile the debt figure used in Union Light, Heat and Power Exhibit No. 13, witness - D. I. Marshall and the debt figures given in response to Commission request, Item 32.a; list all outstanding issues of long-term and short-term debt as of the end of the test year for Cincinnati Gas and Electric and subsidiary companies. The following information should be included for each issue of long-term and short-term debt:

- 1) Date of Maturity
- 2) Date of Issue
- 3) Amount Outstanding (\$)
- 4) Premium or Discount (\$)
- 5) Cost of Issuance (\$)
- 6) Net Proceeds (\$)
- 7) Annual Cost to Company (%) and (\$)

6) Provide all supporting papers showing the calculation of the annual cost of preferred stock and debt in Union Light, Heat and Power Exhibit No. 13, witness - D. I. Marshall.

7) Provide a statement showing the amount of commercial paper Cincinnati Gas and Electric had outstanding at the end of each month of the test year and the average balance outstanding during the test year.

Done at Frankfort, Kentucky, this 12th day of July, 1982.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Secretary