

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE TARIFF APPLICATION OF)
LOUISVILLE GAS AND ELECTRIC) CASE NO. 9063
COMPANY, INC.)

INTERIM ORDER

On May 9, 1984, Louisville Gas and Electric Company, Inc., ("LG&E") filed a proposed tariff with this Commission to establish a rider for its G-1, G-6 and G-7 gas rate schedules to provide for the transportation of customer-owned gas effective June 1, 1984. The proposed tariff would allow LG&E to transport customer-owned gas at a rate designed to prevent any shift of revenue responsibility among customers. The Commission suspended LG&E's proposed tariff for 5 months on and after June 1, 1984.

LG&E's filing included a letter from General Electric Company ("GE") requesting such transportation service. The Commission received comments from Ralston Purina Company in support of the transportation of customer-owned gas but questioning the reasonableness of the proposed rate. At this time GE is the only customer desiring immediate gas transportation.

The transportation of customer-owned gas is of concern to this Commission as a number of issues are associated with such tariffs. The influence of Kentucky House Bill 214 and the overall natural gas market as well as rate treatment and transportation service must be examined. The Commission is aware of GE's

acceptance of the proposed tariff and its hope for a prompt response. The proposed tariff ensures that the immediate effect on other customers is nil. The Commission is of the opinion that LG&E's proposed tariff should be approved in the interim subject to refund while the Commission studies the transportation of customer-owned gas.

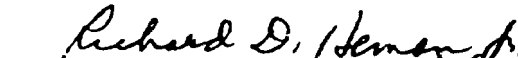
IT IS THEREFORE ORDERED that LG&E's proposed tariff (Rate GTS) for the transportation of customer-owned gas be and it hereby is approved subject to refund pending the Commission's final determination in this case.

IT IS FURTHER ORDERED that LG&E shall maintain its records in such manner as will enable it, the Commission, or any of its customers to determine the amounts to be refunded and to whom due in the event a refund is so ordered.

IT IS FURTHER ORDERED that within 30 days of the date of this order LG&E shall file with this Commission its revised tariffs setting out the interim rates authorized herein.

Done at Frankfort, Kentucky, this 2nd day of August, 1984.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary