

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

BIG RIVERS ELECTRIC CORPORATION'S NOTICE)
OF CHANGES IN RATES AND TARIFFS FOR)
WHOLESALE ELECTRIC SERVICE AND OF A) CASE NO. 9613
FINANCIAL WORKOUT PLAN)

O R D E R

IT IS ORDERED that the Office of the Attorney General, Utility Rate Intervention Division ("AG"), shall file an original and 12 copies of the following information with this Commission, with a copy to all parties of record. Where a narrative discussion or explanation is requested, explain in detail all components used in each calculation including the methodology employed and all assumptions applied in the derivation of each calculation. Failure to provide clear, concise workpapers and other calculations where requested may necessitate further information requests. Careful attention should be given to copied material to insure that it is legible. The information requested herein is due no later than December 1, 1986. If the information cannot be provided by this date, you should submit a motion for an extension of time stating the reason a delay is necessary and include a date by which it will be furnished. Such motion will be considered by the Commission.

Information Request No. 2

The following questions are directed to Lane Kollen:

1. Provide the workpapers and a narrative discussion in support of the adjustments to purchased power expense and fuel expense.

2. Please reconcile the difference between the "Wilson Energy Related Expenses" of \$3,775,567 shown in Exhibit LK-3, page 3 and the "Other Wilson Variable Costs" of \$3,375,567 shown in Exhibit LK-5.

3. With reference to Exhibit LK-6, provide the following:

a. The rationale for using the ratio of Wilson to total plant as the basis for the adjustment to property insurance.

b. The reason for using the 1985 insurance costs rather than the costs of the insurance program for 1986 as detailed by Big Rivers in Exhibit 5, Entry 17, page 2.

4. With reference to LK-7 and page 11 of the Testimony of Lane Kollen, please explain in detail why Big Rivers' calculation of interest is inappropriate and why the method in LK-7 is superior. Provide workpapers where necessary.

Done at Frankfort, Kentucky, this 20th day of November, 1986.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Executive Director