

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

IN THE MATTER OF:

AN APPLICATION BY THE UNION)
LIGHT, HEAT AND POWER COMPANY) CASE NO. 10216
FOR AUTHORITY TO RECOVER)
CERTAIN PURCHASE POWER)
DEMAND COSTS THROUGH THE FUEL)
ADJUSTMENT CLAUSE)

O R D E R

IT IS ORDERED that Union Light, Heat and Power Company ("ULH&P") shall file an original and 12 copies of the following information with this Commission, with a copy to all parties of record. Include with each response the name of the witness who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to insure that it is legible. The information requested herein is due no later than May 20, 1988. If the information cannot be provided by this date, ULH&P 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.

1. Provide descriptions and examples of the types of economic power purchases discussed in ULH&P's application.
2. The power purchases in question are purchases made by Cincinnati Gas and Electric Company ("CG&E"). Does ULH&P

interpret 807 KAR 5:056, Section 1(3)(c) to apply to all energy purchases regardless of the source or the applicable jurisdiction of the purchaser? Explain.

3. In Format 1 attached (or a similar format) provide, for a sample month, the calculation of CG&E's monthly fuel charges including demand charges for economic power purchases.

4. In a format similar to the purchased power section of ULH&P's monthly FAC report, show how the demand charge component of CG&E's fuel costs would be billed to ULH&P.

5. List all economic power purchases (and the applicable demand charges) which CG&E has billed to ULH&P through the fuel charge since CG&E amended its FAC to incorporate the provisions of PERC Order No. 352.

Done at Frankfort, Kentucky, this 6th day of May, 1988.

PUBLIC SERVICE COMMISSION

Richard D. Hemann Jr.
For the Commission

ATTEST:

Forrest M. Skaggs
Executive Director

Union Light, Heat and Power Company*

Case No. 10216

<u>Fuel Cost (Generation)</u>	<u>Fuel Cost 1/ (Net Interchange)</u>	<u>Total Fuel Cost (Jurisdictional)</u>	<u>KWH Sales (Jurisdictional)</u>	<u>Unit Fuel Cost (¢/KWH)</u>	<u>Less Base Allowable Fuel Cost</u>	<u>Allowable Fuel Charge</u>
(A)	(B)	(C)=A+B)	(D)	(E=C/D)	(F)	(G=E-F)

1/ Demand charges included here

*Make any modifications deemed necessary. Provide explanations for any changes and assumptions made in completing this form.