

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN INVESTIGATION OF ELECTRIC RATES OF)	
LOUISVILLE GAS AND ELECTRIC COMPANY TO)	CASE NO. 10320
IMPLEMENT A 25 PERCENT DISALLOWANCE OF)	
TRIMBLE COUNTY UNIT NO. 1)	

O R D E R

On August 11, 1989, Louisville Gas & Electric Company ("LG&E") filed a Stipulation and Settlement Agreement ("Settlement Agreement") executed by LG&E and the Commission's Staff. LG&E requests the Commission to review and approve the Settlement Agreement and, upon such approval, terminate this investigative proceeding.

The Settlement Agreement provides for refunds to LG&E's customers, future rate reductions, a limited time moratorium on rate increases, resolution of all issues to be investigated in this docket, and a settlement of LG&E's appeals to the Franklin Circuit Court arising from the Commission's Orders in Case Nos. 9934¹ and 10064.²

¹ Case No. 9934, A Formal Review of the Current Status of Trimble County No. 1.

² Case No. 10064, Adjustment of Gas and Electric Rates of Louisville Gas and Electric Company.

The Commission, being fully advised, is of the opinion and hereby finds that all parties should be afforded the opportunity to submit written comments on the tendered Settlement Agreement. The written comments should be filed with the Commission no later than August 21, 1989.

The Commission further finds that a hearing should be held on August 23, 1989 to receive evidence and oral argument on the merits of the Settlement Agreement. The Commission recognizes that numerous hearings were held and extensive evidentiary records were compiled in Case Nos. 9934 and 10064. Since both of those case records have been incorporated herein by reference, the Commission will not permit the introduction of any evidence relating to issues adjudicated in those cases.

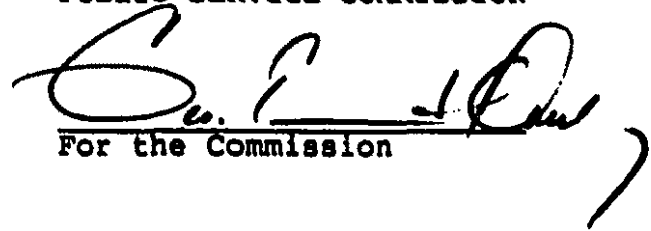
IT IS THEREFORE ORDERED that:

1. Written comments on the Settlement Agreement shall be filed by August 21, 1989.

2. A hearing shall be held on August 23, 1989, at 10:00 a.m., Eastern Daylight Time, at the Commission's offices in Frankfort, Kentucky for the receipt of evidence and oral argument on the merits of the Settlement Agreement.

Done at Frankfort, Kentucky this 14th day of August, 1989.

PUBLIC SERVICE COMMISSION


C. E. J. Davis
For the Commission

ATTEST:


Forest M. Skaggs
Executive Director