COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

A REVIEW OF THE RATES AND CHARGES
AND INCENTIVE REGULATION PLAN OF
SOUTH CENTRAL BELL TELEPHONE
COMPANY

CASE NO. 90-256
PHASE I

ORDER

On April 3, 1991, the Commission issued an Order in this proceeding establishing scheduled monthly meetings with South Central Bell Telephone Company, Inc. ("South Central Bell"). The Commission's Order further provided that the Attorney General's Utility and Rate Intervention Division was to be the only intervenor permitted to attend these meetings due to confidentiality concerns. The purpose of the meetings was to monitor South Central Bell's progress in meeting the goals of incentive regulation and to provide financial information used in calculating its returns presented at the points of test as set out under the Incentive Regulation Plan.

The Commission, on its own motion, finds that the information provided in monthly meetings could be provided in quarterly meetings without detriment to the overall monitoring process.

The Commission being otherwise sufficiently advised, HEREBY ORDERS that:

1. South Central Bell shall meet with the Commission Staff and the Attorney General quarterly for the remainder of the 3 year Incentive Plan.

2. The meetings shall be scheduled by Staff on or before the 15th day of each quarter and held on or before the 30th day of each quarter in the Commission's offices in Frankfort, Kentucky, the first such meeting being held on or before July 30, 1992.

Done at Frankfort, Kentucky, this 17th day of April, 1992.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Executive Director