

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE JOINT PETITION OF KENTUCKY POWER)
COMPANY, KENTUCKY UTILITIES COMPANY,)
LOUISVILLE GAS AND ELECTRIC COMPANY, AND)
UNION LIGHT, HEAT AND POWER COMPANY FOR) CASE NO.
CERTAIN ACCOUNTING AND RATEMAKING) 92-043
AUTHORITY ASSOCIATED WITH THE IMPLE-)
MENTATION OF STATEMENT OF FINANCIAL)
ACCOUNTING STANDARDS NO. 106)

O R D E R

On June 30, 1992, a Joint Petition for Reconsideration was filed by Kentucky Power Company, Kentucky Utilities Company, Louisville Gas and Electric Company, The Union Light Heat and Power, Kentucky-American Water Company, and Western Kentucky Gas Company (hereinafter "Petitioners"). In support of their request for reconsideration, the Petitioners argue that the Commission has the ability to assess the financial impact of SFAS 106 in this case and that the Petitioners have not had the opportunity to demonstrate that denial of the relief requested will have a materially adverse affect on their respective operations. Petitioners also contend that the Commission confuses the type of investigation and decision making needed in this case with that needed in a rate case.

Both the Attorney General of Kentucky and the Kentucky Industrial Utility Customers filed responses in opposition to the Petitioners' request for reconsideration.

The Commission, having considered the petition and responses, finds that the request for reconsideration should be granted and a hearing held to receive evidence and argument on the relief requested.

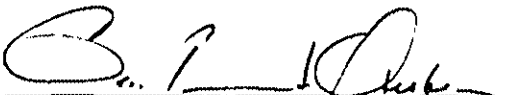
IT IS THEREFORE ORDERED that:

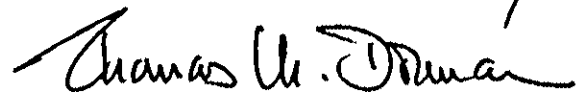
1. The Petitioners' request for reconsideration be and it hereby is granted.

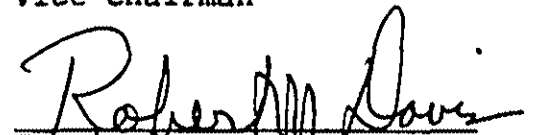
2. The procedural schedule attached hereto as Appendix A and incorporated herein by reference shall be followed.

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

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 92-043 DATED July 17, 1992.

All parties shall file direct testimony relevant
to the issues on or before..... 7/31/92

All requests for information to all parties
shall be due no later than..... 8/10/92

All parties shall mail or deliver responses
to the request for information no later
than..... 8/20/92

Public Hearing is to begin at 10:00 a.m., Eastern
Daylight Time, in Hearing Room 1 of the Commission's
offices at 730 Schenkel Lane, Frankfort, Kentucky,
for the purpose of cross-examination of witnesses..... 9/2/92