

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF THE UNION LIGHT, HEAT)
AND POWER COMPANY FOR ORDER AUTHORIZING)
ISSUE AND SALE OF UP TO \$55,000,000) CASE NO. 95-091
PRINCIPAL AMOUNT OF FIRST MORTGAGE)
BONDS OR UNSECURED DEBT)

O R D E R

IT IS ORDERED that The Union Light, Heat and Power Company ("ULH&P") shall file an original and 10 copies of the following information with the Commission, with a copy to all parties of record. Include with each response the name of the person who will be responsible for responding to questions relating to the information provided. Careful attention shall be given to copied material to ensure its legibility. The information is due no later than April 27, 1995.

1. What is the current balance of ULH&P's outstanding short-term debt?
2. On page 5 of the application, ULH&P states the proceeds will be used for "additional expenditures as contemplated by KRS 278.300." Describe and quantify the additional expenditures.
3. Provide the call provisions relative to each of the three series of First Mortgage Bonds proposed to be redeemed.
4. Provide a net present value cost-benefit analysis for each of the three series of outstanding First Mortgage Bonds proposed to be redeemed. Include all assumptions, workpapers, and

any other documentation to support the analysis. State at what level the redemption would fail to provide an economic benefit.

Done at Frankfort, Kentucky, this 20th day of April, 1995.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:


Executive Director