COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE) COMMISSION OF THE APPLICATION OF THE FUEL) ADJUSTMENT CLAUSE OF KENTUCKY UTILITIES) CASE NO. 96-523-B COMPANY FROM MAY 1, 1997, TO) OCTOBER 31, 1997)

Kentucky Utilities Company (KU) has moved to suspend the operation of Ordering Paragraph 1 of the Commission's Order of July 21, 1999 and for an informal conference with Commission Staff to discuss the calculation of the refunds attributed to KU's improper calculation of the Sales component of its adjustment factor.

Having considered the motion and being otherwise sufficiently advised, the Commission finds that the motion should be granted. To ensure that all parties have a full understanding of our calculations, we have appended to this Order the calculations used to determine the amounts set forth in Table III of the July 21, 1999 Order.

IT IS THEREFORE ORDERED that:

1. KU's Motion for Stay of July 21, 1999 Order and Request for Informal Conference is granted.

2. Operation of Ordering Paragraph 1 of the Order of July 21, 1999 is stayed until September 2, 1999.

3. An informal conference in this proceeding shall be convened on July 28, 1999 at 9:00 a.m., Eastern Time, in Conference Room 1 of the Commission's offices at

730 Schenkel Lane, Frankfort, Kentucky, for the purpose of discussing the calculation of the refunds attributed to KUs improper calculation of the Sales component of its adjustment factor.

Done at Frankfort, Kentucky, this 23rd day of July, 1999.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 96-523-B DATED JULY 23, 1999