

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF LOUISVILLE GAS AND)
ELECTRIC COMPANY FOR APPROVAL OF) CASE NO. 98-426
AN ALTERNATIVE METHOD OF REGULATION)
OF ITS RATES AND SERVICES)

In the Matter of:

APPLICATION OF KENTUCKY UTILITIES COMPANY)
FOR APPROVAL OF AN ALTERNATIVE METHOD) CASE NO. 98-474
OF REGULATION OF ITS RATES AND SERVICES)

O R D E R

IT IS ORDERED that the Attorney General, by and through his Office of Rate Intervention, shall file with the Commission the original and 12 copies of the following information relating to his respective witnesses no later than June 18, 1999, with a copy to all parties of record. Careful attention should be given to copied material to ensure that it is legible.

1. Explain in detail why the March 5, 1999 Amended Application filed in these proceedings represents a reasonable resolution of the issues. Specifically, address why each provision added through the Amended Application is reasonable.

2. Does the Attorney General believe that it would be appropriate if a utility's electric rates were in excess of a fair, just, and reasonable level as long as the excess revenues are used to subsidize the utility's gas rates? Explain the basis for your response.

Done at Frankfort, Kentucky, this 7th day of June, 1999.

By the Commission

ATTEST:

Executive Director