COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

WEBNET COMMUNICATIONS, INC.

ALLEGED VIOLATION(S) OF KRS 278.535

CASE NO. 2001-123

<u>ORDER</u>

The Commission finds that, as negotiations have produced no settlement agreement, the case should proceed to a formal hearing.

Accordingly, IT IS HEREBY ORDERED that:

1. WebNet Communications, Inc. (WebNet) shall file its answer with the Commission within 30 days of the date of this Order. The answer shall comply with the requirements set forth in the Commission s May 22, 2001 Order, except to the extent any requirements are amended by this Order.

2. WebNet shall appear on March 6, 2002 at 10:00 a.m., Eastern Standard Time, in Hearing Room 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky for the purpose of showing cause why it should not be subject to penalties, pursuant to KRS 278.990(1) and KRS 278.535(6), for the alleged violations of law.

3. Any request for an informal conference with the Commission Staff to consider any matter which would expedite the handling or disposition of this proceeding shall be filed with the Commission no later than 30 days from the date of this Order.

Done at Frankfort, Kentucky, this 25th day of January, 2002.

By the Commission

ATTEST:

Thomas (hDD -

Executive Director