

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE ADJUSTMENT TO DEMAND-SIDE MANAGEMENT)	
BALANCE ADJUSTMENT (DBA) OF THE DEMAND-)	CASE NO.
SIDE MANAGEMENT COST RECOVERY MECHANISM)	2002-00075
FOR KENTUCKY UTILITIES COMPANY)	

O R D E R

On February 27, 2002, Kentucky Utilities Company (KU) filed proposed changes to the Demand-Side Management Balance Adjustment (DBA) component of its Demand-Side Management Cost Recovery Component (DSMRC) tariffs. The DBA component reflects prior period over- or under-recoveries of Demand-Side Management costs and incorporates those amounts in the calculation of customers bills on a going-forward basis. The proposed changes, which will be applicable to KU s rates for electric service for the 12-month period beginning April 2002, will result in decreases to its Residential Service, Full Electric Service and General Service Rates.

KU filed its revised tariffs with an effective date of April 1, 2002. Based on a review of the revised DSMRC tariffs and supporting schedules that show the calculation of the DBA component thereof, the Commission finds that the proposed rate changes are reasonable and should be approved for bills rendered on and after April 1, 2002.

IT IS THEREFORE ORDERED that:

1. KU s proposed changes to its DSMRC tariffs are approved effective for bills rendered on and after April 1, 2002.

2. Within 10 days of the date of this Order, KU shall file revised DSMRC tariffs that show the date issued and that they were issued by authority of this Order.

Done at Frankfort, Kentucky, this 26th day of March, 2002.

By the Commission

ATTEST:

Deputy W^m H. Fowler
Executive Director