COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN ADJUSTMENT OF RIDER AMRP OF THE) CASE NO. UNION LIGHT, HEAT AND POWER COMPANY) 2003-00103

<u>O R D E R</u>

On August 25, 2003, the Commission entered an Order in this proceeding which approved revisions to the Accelerated Main Replacement Program (AMRP) Rider of The Union Light, Heat and Power Company (ULH&P). On August 28, 2003, ULH&P filed a motion for rehearing in which it stated that the Commission's decision was arbitrary, unjust and unreasonable. ULH&P requests that the rates approved for Rate RS Residential Service (Rate RS) and Rate GS General Service (Rate GS) be rounded off to the nearest cent and states in support of this request that its billing system is only designed to apply its charges to the nearest cent. ULH&P further requests that the Commission amend its Order to permit the new rates to be effective for service rendered on and after August 29, 2003 instead of August 31, 2003. ULH&P states that its billing cycle for the September revenue month begins August 29, 2003.

While the Commission does not find that its Order of August 25, 2003 is arbitrary, unjust and unreasonable, we do find that a ministerial error in the Order provides a basis to grant ULH&P's motion. Moreover, the effective date proposed is reasonable.

Appendix A to our Order included incorrect monthly AMRP surcharges for Rate RS and Rate GS. The incorrect surcharges were taken from ULH&Ps workpaper calculations of the revised surcharges, which carried the results out three places beyond the decimal point. This resulted in surcharges of \$2.103 for Rate RS and \$9.162 for Rate GS. The tariffs included in ULH&Ps application contained surcharges that were carried out just two places beyond the decimal point. The resulting surcharges, \$2.10 and \$9.16, respectively, for Rates RS and GS were the surcharges proposed by ULH&P and were the rates we intended to approve in our August 25, 2003 Order. We further find that it is reasonable for the rates to be effective to coincide with ULH&Ps billing cycle

IT IS THEREFORE ORDERED that:

- 1. ULH&P s motion for rehearing is granted.
- 2. Appendix A to our Order of August 25, 2003 is amended to state that the rates approved for Rate RS and Rate GS are \$2.10 and \$9.16, respectively.
- 3. Ordering Paragraph 1 of the Commission's Order of August 25, 2003 is amended to state that the rates in Appendix A to that Order, as amended herein, are the fair, just, and reasonable rates for ULH&P to charge under the AMRP Rider for service rendered on and after August 29, 2003.
- 4. All other provisions of the Order of August 25, 2003 not inconsistent herewith remain in full force and effect.

Done at Frankfort, Kentucky, this 29th day of August, 2003.

By the Commission

ATTEST:

Executive Director