COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN APPLICATION OF THE UNION LIGHT, HEAT)AND POWER COMPANY FOR APPROVAL TO)CASE NO.EXTEND THE AVAILABILITY OF ITS RATE RTP,)2004-00509REAL TIME PRICING PROGRAM)

<u>order</u>

On December 17, 2004, The Union Light, Heat and Power Company ("ULH&P") filed a request to modify and extend its pilot real time pricing program ("Rate RTP") for two years, through December 31, 2006. Rate RTP has been offered as a pilot program since 1999 and is scheduled to terminate December 31, 2004.

ULH&P proposes two modifications to Rate RTP - one modification relates to the calculation of the commodity charge rate component, while the second modification would permit renegotiation of a customer's baseline load under certain circumstances. To the extent that the Commission cannot act on the application prior to December 31, 2004, ULH&P requests that it be allowed to continue the existing Rate RTP beyond that date and until such time as the Commission can act on the application.

The Commission, having reviewed the application and being sufficiently advised, finds that it cannot act upon ULH&P's request to modify and extend Rate RTP through December 31, 2006, prior to the currently scheduled termination date of December 31, 2004. However, we find that the existing Rate RTP should be continued beyond December 31, 2004 and until such time as we can act upon its application.

IT IS THEREFORE ORDERED that:

1. ULH&P's request to extend its existing Rate RTP beyond December 31, 2004 and until such time as the Commission can act upon its application to modify and extend Rate RTP to December 31, 2006 is approved.

2. Within 20 days of the date of this Order, ULH&P shall file with the Commission its revised Rate RTP tariff, which shall show the date of issue, that it was issued by authority of this Order, and that it has been extended beyond December 31, 2004.

Done at Frankfort, Kentucky, this 22nd day of December, 2004.

By the Commission

ATTEST:

Executive Director

Case No. 2004-00509