

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE)
COMMISSION OF THE ENVIRONMENTAL)
SURCHARGE MECHANISM OF KENTUCKY)
UTILITIES COMPANY FOR THE SIX-MONTH) CASE NO.
BILLING PERIODS ENDING JULY 31, 2003,) 2006-00129
JANUARY 31, 2004, JANUARY 31, 2005,)
JULY 31, 2005, AND JANUARY 31, 2006 AND)
FOR THE TWO-YEAR BILLING PERIOD ENDING)
JULY 31, 2004)

AND

AN EXAMINATION BY THE PUBLIC SERVICE)
COMMISSION OF THE ENVIRONMENTAL)
SURCHARGE MECHANISM OF LOUISVILLE GAS)
AND ELECTRIC COMPANY FOR THE SIX-MONTH) CASE NO.
BILLING PERIODS ENDING OCTOBER 31, 2003,) 2006-00130
APRIL 30, 2004, OCTOBER 31, 2004,)
OCTOBER 31, 2005, AND APRIL 30, 2006, AND)
FOR THE TWO-YEAR BILLING PERIOD ENDING)
APRIL 30, 2005)

O R D E R

On May 26, 2006, Kentucky Utilities Company ("KU") and Louisville Gas and Electric Company ("LG&E") moved to extend to June 13, 2006 the time to file responses to the Commission's April 25, 2006 Orders and to reschedule the informal conference in these matters to June 20, 2006.

In support of their motions for extension, KU and LG&E noted that the requests for information contained in the April 25, 2006 Orders were extensive and required the collection of information from multiple sources within the companies. KU and LG&E also stated that reviews of the responses by numerous employees were necessary to

ensure the accuracy of the responses. In support of their motions to reschedule the informal conference, KU and LG&E stated that the delay is necessary to allow the Commission adequate time to review their responses.

KU and LG&E served copies of their motions on the Office of the Attorney General and the Kentucky Industrial Utility Customers, Inc. No comments have been received from either party concerning the requested changes in the procedural dates.

The Commission has reviewed the motions and finds the requested changes in the procedural schedule are reasonable. The information that the Orders of April 25, 2006 require involves time periods extending back to 2003. In its May 22, 2006 Order in Case No. 2006-00129, the Commission agreed to KU's request to include additional months in the surcharge reviews. If the companies' motions for extension are granted, there will not be sufficient time for either the Commission or the parties to examine the responses prior to the currently scheduled informal conference. In light of the requested changes in the procedural schedule, the Commission further finds that additional modifications to the existing procedural schedule are required. These modifications, as well as those that KU and LG&E have requested, are reflected in the revised procedural schedule that is shown in Appendix A.

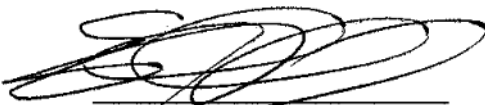
IT IS THEREFORE ORDERED that:

1. The motions by KU and LG&E are granted.
2. The revised procedural schedule set forth in Appendix A, attached hereto and incorporated herein, shall be followed.

Done at Frankfort, Kentucky, this 2nd day of June, 2006.

By the Commission

ATTEST:

A handwritten signature in black ink, consisting of several overlapping loops and a long horizontal stroke at the end, positioned above a horizontal line.

Executive Director

Case No. 2006-00129
Case No. 2006-00130

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION
IN CASE NOS. 2006-00129 AND 2006-0130 DATED June 2, 2006

KU and LG&E shall file their prepared direct testimony and responses to the information requested in Appendix B of the April 25, 2006 Order no later than 06/12/06

An informal technical conference is to begin at 1:30 p.m., Eastern Daylight Time, in Conference Room No. 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky for the discussion of issues 06/20/06

All additional requests for information to KU and LG&E shall be filed no later than 06/30/06

KU and LG&E shall file responses to additional requests for information no later than..... 07/13/06

Intervenor testimony, if any, in verified prepared form shall be filed no later than 07/21/06

All requests for information to Intervenors shall be filed no later than..... 08/04/06

Intervenors shall file responses to requests for information no later than..... 08/18/06

Last day for KU and LG&E to publish notice of hearing date To be scheduled

Public Hearing is to begin at 9:00 a.m., Eastern Daylight Time, in Hearing Room 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky, for the purpose of cross-examination of witnesses of KU, LG&E, and Intervenors..... To be scheduled

Briefs, if any, shall be filed by To be scheduled