COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

GENERAL ADJUSTMENT OF ELECTRIC RATES)	CASE NO.
OF EAST KENTUCKY POWER)	2006-00472
COOPERATIVE, INC.)	

ORDER

On December 27, 2007, the Commission issued an Order granting the Kentucky Industrial Utility Customers, Inc. ("KIUC") petition for rehearing on the issue of the allocation of the \$19.0 million increase in annual revenues granted to East Kentucky Power Cooperative, Inc. ("EKPC") by our December 5, 2007 Order. The December 5, 2007 Order allocated the revenue increase to EKPC's rate classes based on the total revenue currently recovered from the classes. KIUC advocated a demand-related revenue allocation approach.

An informal conference was held at the Commission's offices on February 26, 2008 to discuss the rehearing issue and establish a procedural schedule. As a result of that conference, a Commission Staff request for information from KIUC and EKPC was developed.¹ In response to that request, on March 18, 2008, KIUC filed supplemental testimony on the rehearing issue and EKPC filed calculations showing the differences in revenue allocation resulting from the two approaches.

¹ The Commission Staff request for information was attached to the March 4, 2008 Memorandum to the Main Case File.

The Commission finds that the parties should have an opportunity to issue data requests on the information supplied by KIUC and EKPC as well as the opportunity to request a hearing or file comments on the rehearing issue. Any party requesting a hearing will be required to identify all witnesses it intends to call at the hearing and to summarize the testimony that will be presented concerning the allocation of the \$19.0 million increase in revenues.

IT IS THEREFORE ORDERED that:

- 1. The procedural set forth in Appendix A shall be followed in this case.
- 2. Any requests for a hearing in this matter shall be submitted in the manner discussed in this Order.

Done at Frankfort, Kentucky, this 4th day of April, 2008.

By the Commission

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00472 DATED APRIL 4, 2008

All requests for information on KIUC's supplemental testimony and EKPC's responses to the March 4, 2008 information request shall be filed no later than	04/10/08
KIUC and EKPC shall file responses to requests for information no later than	04/24/08
Parties wishing to file comments on the rehearing issue shall do so no later than	05/01/08
Parties wishing to request a hearing on the rehearing issue shall do so no later than	05/01/08