

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

LOUISVILLE GAS AND ELECTRIC COMPANY)	
_____)	CASE NO. 2002-00427
)	
ALLEGED FAILURE TO COMPLY WITH)	
ADMINISTRATIVE REGULATIONS)	

O R D E R

On February 10, 2003, the Commission issued an Order requiring Louisville Gas and Electric Company (LG&E) to appear at the Commission s offices to show cause why it should not be subject to penalties pursuant to KRS 278.990(1) for its alleged failure to comply with 807 KAR 5:041, Section 3, and 807 KAR 5:006, Section 24.

On March 3, 2003, LG&E responded to the allegations. LG&E representatives met with Commission Staff on May 30, 2003. On August 21, 2003, LG&E and Commission Staff executed a Settlement Agreement, appended hereto, and jointly moved for Commission approval of that agreement.

After reviewing the Settlement Agreement and in consideration of LG&E s commitments regarding employee training and safety, the Commission finds that the Settlement Agreement is in accordance with the law, does not violate any regulatory principle, results in a reasonable resolution of this case, and is in the public interest.

IT IS THEREFORE ORDERED that:

1. The Settlement Agreement appended hereto is incorporated into this Order as if fully set forth herein.

2. The terms and conditions of the Settlement Agreement are adopted and approved.

3. Within 10 days of the date of this Order, LG&E shall pay to the Commonwealth of Kentucky the sum of \$10,000. This payment shall be in the form of a cashier s check made payable to Treasurer, Commonwealth of Kentucky and shall be mailed or delivered to the Office of General Counsel, Public Service Commission, 211 Sower Boulevard, Post Office Box 615, Frankfort, Kentucky 40602.

4. Upon payment of the assessed penalty as described above, this case shall be removed from the Commission s docket without further Order.

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

By the Commission

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2002-00427 DATED August 29, 2003

(See document named 200200427_08292003apx.pdf for Appendix)