COMMONWEALTH OF KENTUCKY

BEFORE THE ENERGY REGULATORY COMMISSION

In the Matter of

NOTICE AND APPLICATION FOR ADJUSTMENT OF RATES OF JACKSON PURCHASE ELECTRIC COOPERATIVE CORPORATION TO EFFECT A PASS-THROUGH OF KENTUCKY UTILITIES COMPANY WHOLESALE POWER INCREASE FILED BEFORE THE FEDERAL ENERGY REGULATORY COMMISSION INCLUDING ANY EMERGENCY INCREASE APPROVED BY THAT COMMISSION PENDING A FINAL DECISION IN THE AFORESAID CASE, AND FOR PERMISSION TO PASS THE WHOLESALE RATE INCREASE ON, ON THE COMPANY'S EXISTING TARIFFS OR ANY OTHER TARIFFS WHICH MAY BE MADE EFFECTIVE IN THE FUTURE BY JACKSON PURCHASE OR AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 6992; AND FOR EMERGENCY CONSIDERATION IN ALLOWING APPLICANT TO PASS THROUGH THE WHOLESALE INCREASE

CASE NO. 7150

ORDER

On September 6, 1978, this Commission issued an Order herein, approving an increase in the retail rates of Jackson Purchase Electric Cooperative Corporation, on an interim basis. Said rate increase was based on a wholesale power increase from Jackson Purchase's power supplier, Kentucky Utilities Company, on file with the Federal Energy Regulatory Commission under Docket No. ER 78-417.

On July 26, 1979, a settlement agreement was accepted and approved by the Federal Energy Regulatory Commission in Docket No. ER 78-417. Under this settlement agreement, Kentucky Utilities Company was ordered to refund within thirty (30) days to four of its full requirements resale customers all excessive amounts collected since September 6, 1978, at 9% per annum.

Said refund was made to Jackson Purchase Electric Cooperative Corporation in the amount of \$220,840.51 for service through August 10, 1979, by letter dated August 8, 1979.

At this time, Jackson Purchase Electric Cooperative Corporation has not made a proper filing to reflect the reduced wholesale rate resulting from the settlement agreement in the Federal Energy Regulatory Commission Docket No. ER-78-417.

IT IS THEREFORE ORDERED, that Jackson Purchase Electric Cooperative Corporation shall file the effect of the settlement agreement in FERC Docket No. ER 78-417 on the demand and energy related costs in the same manner presented in the initial filing herein on Exhibit 5 page 1 of 3.

IT IS FURTHER ORDERED, that Jackson Purchase shall file revised tariffs reflecting the reduction of wholesale power costs under the settlement agreement in FERC Docket No. ER 78-417.

IT IS FURTHER ORDERED, that this information shall be filed within five (5) days of the receipt of this Order.

Done at Frankfort, Kentucky, this the 13th day of February, 1980.

Chairman

Vide Chairman

Commissioner

Commissioner

ATTEST: