

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE)
COMMISSION OF THE APPLICATION OF THE)
FUEL ADJUSTMENT CLAUSE OF GRAYSON) CASE NO. 8068
RURAL ELECTRIC COOPERATIVE CORPORATION)
PURSUANT TO 807 KAR 5:056E, SECTIONS)
1(11) AND (12))

AMENDED ORDER

On March 19, 1981, Grayson Rural Electric Cooperative Corporation (hereinafter referred to as Company) filed a request to change the method of roll-in of fuel cost to its base rates. This request would result in the base rates reflecting fuel cost due to roll-in for service rendered on and after March 1, 1981, and would have the effect of implementing the roll-in simultaneously with the change in base rates approved in Case No. 8006 to flow-through the increase in wholesale power cost approved for service rendered on and after March 1, 1981.

The Commission approved the roll-in of fuel cost into the base rates of the Company's supplier, East Kentucky Power, for service rendered on and after April 1, 1981. In order to insure that no gain or loss from the roll-in would be realized, the Commission established the same effective date for roll-in of fuel cost by the East Kentucky Power Cooperatives.

The Company does not by this request seek to change the result of the Commission Order in Case No. 8068. This is shown

in the schedule attached to the Company's request. As this schedule shows, if the request is granted, when the Company bills for March service in May, any increase in fuel cost billed by East Kentucky Power for March service would be reduced by the increment rolled-in to the Company's base rate.

The Company points out that implementation of the roll-in in this manner will save the cost of notifying the consumer twice, will save computer costs and avoid confusion to the Company's customers.

The Commission, having considered the request and being advised, finds that the request is reasonable and should be granted.

IT IS THEREFORE ORDERED that ordering paragraph two (2) of the Commission's Order issued on March 13, 1981, be and hereby is amended to delete from the third line the word "April" and substitute the word "March."

IT IS FURTHER ORDERED that the Company shall implement this roll-in in the precise manner set forth in its March 19 request.

Done at Frankfort, Kentucky, this 14th day of April, 1981.

PUBLIC SERVICE COMMISSION

Martin M. Vohy
Chairman

Katherine Randall
Vice Chairman

Don Karygan
Commissioner

ATTEST:

Secretary