

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC	)	
SERVICE COMMISSION OF THE	)	
APPLICATION OF THE FUEL	)	
ADJUSTMENT CLAUSE OF LICKING	)	
VALLEY RURAL ELECTRIC COOPERATIVE	)	CASE NO. 8075-C
CORPORATION FROM NOVEMBER 1,	)	
1981, TO APRIL 30, 1982	)	

O R D E R

Pursuant to 807 KAR 5:056, Section 1(11), the Commission issued an Order on April 28, 1982, requiring Licking Valley Rural Electric Cooperative Corporation ("Licking Valley") to notify its customers of a hearing to be held on July 15, 1982. Licking Valley was not required to appear at the scheduled hearing unless an appearance was requested by the Attorney General's Division of Consumer Protection or other interested parties, or by the Commission on its own motion. Following proper notice, no party of record requested Licking Valley to appear at the hearing scheduled for July 15, 1982.

Licking Valley filed an affidavit stating its compliance with the Fuel Adjustment Clause. Licking Valley has also filed its monthly fuel charges for the 6-month period under review.

After reviewing Licking Valley's monthly Fuel Adjustment Clause ("FAC") filings, the Commission found various filing

errors. These filing errors resulted in an understatement of Licking Valley's recoverable fuel costs of \$9912.28. The Commission is of the opinion that Licking Valley should adjust its next monthly FAC filing by \$9912.28.

The Commission is of the opinion that a procedure should be established for setting dates for future Fuel Adjustment Clause hearings to improve the planning process for all parties. Therefore, the Commission concludes that future Fuel Adjustment Clause hearings should be held on the third Thursday of the third month following the end of the period under review. Thus, since the periods under review end in April and October, hearings will be held in July and January.

The Commission, after examining the evidence of record and being advised, finds that:

1. With the exception of filing errors discussed herein, Licking Valley has complied in all material respects with the requirements of 807 KAR 5:056.

2. Licking Valley should adjust its next monthly FAC filing by \$9912.28 to correct previous filing errors using a separate line item as shown in Appendix A.

3. The date of the 2-year review hearing should be fixed at the conclusion of this proceeding. 807 KAR 5:056, Section 1(12).

IT IS THEREFORE ORDERED that Licking Valley shall adjust its next monthly FAC filing by \$9912.28 using a separate line item as shown in Appendix A.

IT IS FURTHER ORDERED that the next Fuel Adjustment Clause hearing in Case No. 8608, for the purpose of examining the application of the Fuel Adjustment Clause from November 1, 1980, to October 31, 1982, be and it hereby is set for January 20, 1983, at 9:00 a.m., Eastern Standard Time, at the Commission's offices in Frankfort, Kentucky, and Licking Valley shall give proper notice to its customers of the date, time, place and purpose of the hearing.

Done at Frankfort, Kentucky, this 12th day of October, 1982.

PUBLIC SERVICE COMMISSION

\_\_\_\_\_  
Chairman

*Katherine Randall*  
\_\_\_\_\_  
Vice Chairman

*Jim Carreger*  
\_\_\_\_\_  
Commissioner

ATTEST:

\_\_\_\_\_  
Secretary

Purchased Power - Month of: October

Disposition of Energy (KWH)-Month of: \_\_\_\_\_

1. Fuel Adjustment Charge (Credit): Billed by Supplier \$ _____	9. Total Purchases for the Month _____
b. (Over) Under Recovery on L20 b.1. FAC Adjustment* c. Unrecoverable - Schedule 1	10. Sales (Ultimate Consumer) _____
d. Recoverable Fuel Cost (L1a + L1b minus 1c)	11. Company Use _____
_____	12. Total Sales (L9 + L10) _____
_____	13. Line Loss and Unaccounted For (L9 Less L12) _____
2. Number of KWH Purchased _____	Under or (Over) Recovery _____
3. Supplier's FAC: a. \$ Per KWH (L1a ÷ L2) _____	14. Last Distributor FAC Rate Billed to All Cycles _____
b. ¢ Per KWH (L3a x 100) _____	15. Gross KWH Billed at the Rate on L14 _____
4. Sales as a Percent of Purchases (100% less percentage on L6) _____	16. Adjustments to Customer Bills (KWH) _____
5. Calculation of Distributor's FAC: a. Recovery Rate \$ Per KWH (L1d ÷ L2) _____	17. Net KWH Billed at the Rate on L14 (L15 Less L16) _____
b. FAC \$ Per KWH (L5a ÷ L4) _____	18. FAC Revenue (Refund) Resulting From the Rate on L14 _____
c. ¢ Per KWH (L5b x 100) _____	19. Fuel Charge (Credit) Used to Compute the Rate on L14 _____
Line Loss _____	20. Total (Over) Under Recovery (L18 Less L19) _____
6. Twelve Months Average (%) _____	
7. Last Month Used to Compute L6 _____	
8. Line Loss for Month on L7 (%) _____	

\*Per Commission's Order in Case No. 8075-C

L15c above reflects a Fuel Adjustment Charge (Credit) of \_\_\_\_\_ ¢/KWH to be applied to bills rendered

on and after \_\_\_\_\_, 19\_\_\_\_. Date of Issue \_\_\_\_\_, 19\_\_\_\_. Issued by \_\_\_\_\_

Title \_\_\_\_\_

Address \_\_\_\_\_

Telephone Number \_\_\_\_\_

COMPANY \_\_\_\_\_

POWER SUPPLIER \_\_\_\_\_ Page 2 of 2

Purchased Power - Month of: November

Disposition of Energy (KWH)-Month of: \_\_\_\_\_

1. Fuel Adjustment Charge (Credit):  
Billed by Supplier \$ \_\_\_\_\_

9. Total Purchases for the Month  
10. Sales (Ultimate Consumer)

b. (Over) Under Recovery on L20  
b.1. FAC Adjustment\* 1203.77

11. Company Use

c. Unrecoverable - Schedule 1

12. Total Sales (L9 + L10)

d. Recoverable Fuel Cost (L1a  
+ L1b minus 1c)

13. Line Loss and Unaccounted for  
(L9 Less L12)

2. Number of KWH Purchased

Under or (Over) Recovery

3. Supplier's FAC:  
a. \$ Per KWH (L1a + L2)

14. Last Distributor FAC Rate Billed  
to All Cycles

b. ¢ Per KWH (L3a x 100)

15. Gross KWH Billed at the Rate on L14

4. Sales as a Percent of Purchases  
(100% less percentage on L6)

16. Adjustments to Customer Bills (KWH)

5. Calculation of Distributor's FAC:  
a. Recovery Rate \$ Per KWH  
(L1d ÷ L2)

17. Net KWH Billed at the Rate on L14  
(L15 Less L16)

b. FAC \$ Per KWH (L5a ÷ L4)

18. FAC Revenue (Refund) Resulting  
From the Rate on L14

c. ¢ Per KWH (L5b x 100)

19. Fuel Charge (Credit) Used to  
Compute the Rate on L14

Line Loss

20. Total (Over) Under Recovery  
(L18 Less L19)

6. Twelve Months Average (%)

7. Last Month Used to Compute L6

8. Line Loss for Month on L7 (%)

\*Per Commission's Order in Case No. 8075-C  
L5c above reflects a Fuel Adjustment Charge (Credit) of (.000) ¢/KWH to be applied to bills rendered

on and after \_\_\_\_\_, 19\_\_\_\_. Date of Issue \_\_\_\_\_, 19\_\_\_\_. Issued by \_\_\_\_\_

Title \_\_\_\_\_ Address \_\_\_\_\_ Telephone Number \_\_\_\_\_