

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 NOLIN |) | CASE NO. 8077-C |
| RURAL ELECTRIC COOPERATIVE |) | |
| 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 Nolin Rural Electric Cooperative Corporation ("Nolin") to notify its customers of a hearing to be held on July 15, 1982. Nolin 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 Nolin to appear at the hearing scheduled for July 15, 1982.

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

After reviewing Nolin's monthly Fuel Adjustment Clause ("FAC") filings, the Commission found various filing errors.

These filing errors resulted in an understatement of Nolin's recoverable fuel costs of \$3,111.63. The Commission is of the opinion that Nolin should adjust its next monthly FAC filing by \$3,111.63.

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, Nolin has complied in all material respects with the requirements of 807 KAR 5:056.
2. Nolin should adjust its next monthly FAC filing by \$3,111.63 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 Nolin shall adjust its next monthly FAC filing by \$3,111.63 using a separate line item as shown in Appendix A.

IT IS FURTHER ORDERED that the next Fuel Adjustment Clause hearing in Case No. 8610, 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 Nolin shall give proper notice to its customers of the date, time, place and purpose of the hearing.

Done at Frankfort, Kentucky, this 28th day of September, 1982.

PUBLIC SERVICE COMMISSION

Marlin M. Cook
Chairman

Katherine Randall
Vice Chairman

Don Rariga
Commissioner

ATTEST:

Secretary

COMPANY _____

POWER SUPPLIER _____

Page 1 of 1

Purchased Power - Month of: _____

Disposition of Energy (KWH)-Month of: _____

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

b. (Over) Under Recovery on L20 _____

b.1. FAC Adjustment* 3,111.63

c. Unrecoverable - Schedule 1 _____

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

2. Number of KWH Purchased _____

3. Supplier's FAC:

a. \$ Per KWH (L1a ÷ L2) _____

b. \$ Per KWH (L3a x 100) _____

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

5. Calculation of Distributor's FAC:

a. Recovery Rate \$ Per KWH
(L1d ÷ L2) _____

b. FAC \$ Per KWH (L5a ÷ L4) _____

c. \$ Per KWH (L5b x 100) _____

Line Loss

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. 8077-C

L6 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 _____

9. Total Purchases for the Month _____

10. Sales (Ultimate Consumer) _____

11. Company Use _____

12. Total Sales (L9 + L10) _____

13. Line Loss and Unaccounted For
(L9 Less L12) _____

Under or (Over) Recovery

14. Last Distributor FAC Rate Billed
to All Cycles _____

15. Gross KWH Billed at the Rate on L14 _____

16. Adjustments to Customer Bills (KWH) _____

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

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

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

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