

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 SALT RIVER)	
RURAL ELECTRIC COOPERATIVE)	CASE NO. 8079-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 Salt River Rural Electric Cooperative Corporation ("Salt River") to notify its customers of a hearing to be held on July 15, 1982. Salt River 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 Salt River to appear at the hearing scheduled for July 15, 1982.

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

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

errors. These filing errors resulted in an understatement of Salt River's recoverable fuel costs of \$11634.04. The Commission is of the opinion that Salt River should adjust its next monthly FAC filing by \$11634.04.

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, Salt River has complied in all material respects with the requirements of 807 KAR 5:056.

2. Salt River should adjust its next monthly FAC filing by \$11634.04 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 Salt River shall adjust its next monthly FAC filing by \$11634.04 using a separate line item as shown in Appendix A.

IT IS FURTHER ORDERED that the next Fuel Adjustment Clause hearing in Case No. 8612, 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 Salt River shall give proper notice to its customers of the date, time, place and purpose of the hearing.

Done at Frankfort, Kentucky, this 1st day of October, 1982.

PUBLIC SERVICE COMMISSION

Marlin M. Voff
Chairman

Katharine Randall
Vice Chairman

Don Carnegie
Commissioner

ATTEST:

Secretary

COMPANY _____

POWER SUPPLIER _____

APPENDIX A
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Purchased Power - Month of: _____

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

*Per Commission's Order in Case No. 8079-C
L1 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 _____