COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE SERVICE

In the Matter of

THE APPLICATION OF JACKSON PURCHASE ELECTRIC COOPERATIVE CORPORATION FOR RATE INCREASE TO FLOW-THROUGH THE WHOLESALE POWER COST INCREASE OF KENTUCKY UTILITIES COMPANY'S APPLICATION WITH THE FEDERAL ENERGY REGULATORY COMMISSION FOR A WHOLESALE))) CASE NO. 82	23
REGULATORY COMMISSION FOR A WHOLESALE POWER RATE INCREASE)	

ORDER

On November 20, 1981, the Commission entered an Order approving an increase in rates for Jackson Purchase Electric Cooperative Corporation ("Jackson Purchase"). The rates and charges in Appendix A to that Order were placed into effect subject to refund pending the final decision of the Federal Energy Regulatory Commission (FERC) regarding Kentucky Utilities Company's ("Kentucky Utilities") application for wholesale power increase, docket number ER81-341. Jackson Purchase was ordered to maintain its records so that, should a refund be required in the final decision by FERC, the refund to the customers of Jackson Purchase could be quickly determined.

On July 15, 1982, FERC approved wholesale settlement rates effective November 21, 1981, in docket number ER81-341. These rates result in a lower wholesale power bill for Jackson Purchase and a refund to Jackson Purchase from Kentucky Utilities of charges

in excess of these rates since November 21, 1981. On August 9, 1982, Jackson Purchase submitted proposed tariffs and supporting work papers reflecting the reduced wholesale power bill.

The Commission, after review of the evidence and being advised, is of the opinion and finds that:

- 1. The wholesale settlement rates approved by FERC will result in a decrease of power cost to Jackson Purchase and a refund of charges in excess of the settlement rates from Kentucky Utilities.
- 2. The revised rates and charges in Appendix A are designed to reflect the reduced power cost from Kentucky Utilities allowed by FERC and will not result in any additional net margin to Jackson Purchase.
- 3. Jackson Purchase should refund to its customers an amount equal to the refund it receives from Kentucky Utilities plus interest at a rate equal to the average of the "3-Month Commercial Paper Rate" for the immediately preceding 12-month period less 1/2 of 1 percent to cover the costs of refunding. These monthly rates are reported in both the Federal Reserve Bulletin and the Federal Reserve Statistical Release.

IT IS THEREFORE ORDERED that the rates and charges in Appendix A shall be placed into effect for service rendered on and after November 21, 1981.

IT IS FURTHER ORDERED that Jackson Purchase shall file within 30 days from the date of this Order a plan for refunding excess charges to its customers.

IT IS FURTHER ORDERED that Jackson Purchase shall file within 30 days from the date of this Order its revised tariff sheets setting out the rates approved herein.

> Done at Frankfort, Kentucky, this 24th day of August, 1982. PUBLIC SERVICE COMMISSION

> > Chairman
> >
> > Katherine Gandall
> >
> > Vice Chairman
> >
> > Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 8223 DATED AUGUST 24, 1982

The following rates and charges are prescribed for the customers in the area served by Jackson Purchase Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

RATES: Monthly

Schedule R - Residential

Service Charge:	Minimum per month	\$ 5.90
-----------------	-------------------	---------

Energy Charge:

First	400 KWH	Per KWH per month	6.477¢
Next	600 KWH	Per KWH per month	4.805¢
Over 1	,000 KWH	Per KWH per month	4.469¢

Schedule C - Small Commercial

Service Charge:	Minimum per month	\$ 5 90
service charge:	rititium det montin	Y J.70

Energy Charge:

First	500 KWH	Per KWH per month	6.477¢
Next	500 KWH	Per KWH per month	5.756¢
Next	5,000 KWH	Per KWH per month	5.310¢
All Over	6,000 KWH	Per KWH per month	4.469¢

Schedule SL - Mercury Vapor Security Lighting

175 Watt mercury vapor	lamp	Per month per lamp \$ 6.81
400 Watt mercury vapor		Per month per lamp 10.57

Schedule CSL - Community & Public Authority Street Lighting

Each	175	Watt	mercury	vapor	1amp	Per	month	per	1amp	\$ 6.81
Each	400	Watt	mercury	vapor	1amp	Per	month	per	lamp	10.57

Schedule D - Commercial and Industrial Single and Three Phase Service (over 25 KVA)

Service Charge: Minimum per month \$ 14.75

Demand Charge: Per KW per month 4.18

Energy Charge:

First 200 KWH per KW

Over 200 KWH per KW

Per KWH per month 3.458¢

Per KWH per month 3.235¢

Schedule SP - Seasonal Power Service

Rate Per Year:

First 1,500 KWH

Next 500 KWH/H.P.

All Additional KWH

Per KWH per year 7.896¢
Per KWH per year 4.886¢

MINIMUM ANNUAL CHARGE:

The minimum annual charge under the above rate shall be:

A. First 25 connected horsepower or less (minimum) \$290.00 Balance of connected horsepower Per H.P. per year 9.35

Schedule I - Industrial Service

Rates Monthly:

Demand Charge:

First 5,000 KW of billing demand Minimum per month \$35,350.00 All additional KW Per KW per month 7.07

Energy Charge:

All Energy Per KWH per month 2.223¢

Schedule ND - Commercial & Industrial & All Other Three Phase Service (under 25 KVA)

Service Charge: Minimum per month \$ 6.75

Energy Charge:

 First
 500
 Per KWH per month
 6.477¢

 Next
 500
 Per KWH per month
 5.756¢

 Next
 5,000
 Per KWH per month
 5.310¢

 All over 6,000
 Per KWH per month
 4.469¢