

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE APPLICATION OF CLARK) RURAL ELECTRIC COOPERATIVE CORPORATION) FOR AN ORDER AUTHORIZING A PASS-) THROUGH OF EAST KENTUCKY POWER WHOLE-) SALE POWER RATE INCREASE IN) CASE NO. 8648)

<u>O R D E R</u>

Clark Rural Electric Cooperative Corporation ("Applicant") filed its application to flow through any increase in rates granted its wholesale power supplier, East Kentucky Power Cooperative, Inc., ("East Kentucky") in Case No. 8648. Applicant is one of 18 member distribution cooperatives of East Kentucky. In Case No. 8648, East Kentucky requested an increase in revenue of approximately \$31,176,207. Of this total increase, Applicant would experience an increase in power costs of approximately \$1,408,753, which represents 4.52 percent of the proposed East Kentucky increase and would result in an overall increase to Applicant's consumers of approximately 13.7 percent.

On November 12, 1982, the 18 distribution cooperatives of East Kentucky filed a motion requesting that they be permitted to deviate from the Commission's rules regarding tariffs and to flow through the increase by use of a proposed procedure for pass-through of the wholesale rate increase ("proposed procedure"). In its Order of November 19, 1982, the Commission authorized Applicant to deviate from the rules on tariffs and approved the utilization of the proposed procedure.

The Commission, having considered the evidence of record and being advised, is of the opinion and finds that:

(1) The actual increase allowed East Kentucky in Case No. 8648 is \$18,849,182 which will result in an increase in power costs to Applicant of \$851,912.

(2) Applicant's financial condition would be materially impaired if it were not allowed to recover the increased wholesale power costs allowed in Case No. 8648.

(3) The revised rates and charges in Appendix A are designed to reflect only the increased power costs from East Kentucky allowed in the final Order in Case No. 8648.

(4) The flow-through of the wholesale power costs will not result in any additional net margin to Applicant.

IT IS THEREFORE ORDERED that Clark Rural Electric Cooperative Corporation be and it hereby is authorized to flow through the increased power costs resulting from the rate increase granted its wholesale power supplier, East Kentucky Power Cooperative, Inc., in Case No. 8648.

IT IS FURTHER ORDERED that the rates in Appendix A shall be placed into effect on the effective date of the East Kentucky wholesale power increase.

IT IS FURTHER ORDERED that Clark Rural Electric Cooperative Corporation shall, within 20 days from the date of this Order, file its revised tariff sheets setting out the rates and charges approved herein.

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Done at Frankfort, Kentucky, this 31st day of March, 1983. PUBLIC SERVICE COMMISSION

<u>Chatrman</u> <u>Kathecine Gandall</u> Vice Chairman

Commissioner

ATTEST:

Secretary

APPENDIX

APPENDIX TO AN ORDER TO THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 8681 DATED MARCH 31, 1983.

The following rates and charges are prescribed for the customers in the area served by Clark County Rural 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.

SCHEDULE R

FARM AND HOME SERVICE*

Rates:

First	25 KWH	(Minimum Bill)	\$4.93 per month
Next	575 KWH	per KWH	.07221
Over	600 KWH	per KWH	.05810

Minimum Charge:

The minimum monthly charge shall be \$4.93.





SCHEDULE A & B

COMMERCIAL AND INDUSTRIAL LIGHTING AND POWER SERVICE*

Rates:

Demand Charge

		Billing Billing	No Charge \$5.02 Per KW
		-	

Energy Charge	<u>A</u> Less Than 10 KW Demand	B More Than 10 KW Demand
First 80 KWH (Min. Bill)	\$10.88	\$10.47
Next 20 KWH per KWH	.13353	.12828
Next 900 KWH per KWH	.07821	.07487
Next 1,000 KWH per KWh	.07087	.06777
Over 2,000 KWH per KWH	.06374	.06087

Minimum Monthly Charge:

The minimum monthly charge shall be \$10.88 single-phase service and \$31.41 for three-phase service.

Minimum Annual Charge for Seasonal Service:

consumers requiring service only during certain seasons of the year shall be billed under the above schedule plus 25 percent and the minimum monthly charge shall not apply. There shall be a minimum annual charge sufficient to assure adequate compensation for the facilities installed to serve the consumer, but in no case, less than \$130.56 per year for single-phase service and \$376.92 per year for three-phase service nor less than \$60.24 per kilowatt of maximum demand established during the year.

SCHEDULE E SERVICE TO SCHOOLS, CHURCHES, AND COMMUNITY HALLS*

RATES:

First	25 KWH (Minimum Bill)	\$5.00 per month
Next	975 KWH per KWH	.08231 per KWH
Over	1,000 KWH per KWH	.06413 per KWH

Minimum Charge:

The minimum monthly charge shall be \$5.00.

SCHEDULE SL-3 STREET LIGHTING SERVICE*

Base Rate Per Lamp Per Year:

Lamp Size	Bare Lamp With Reflector	Luminaire With Bracket Attachment to Wooden Pole
100 Watt-Incandescent	\$ 40.80	\$
150 Watt-Incandescent	48.08	
200 Watt-Incandescent	56.40	61.73
300 Watt-Incandescent		79.53
175 Watt-Mercury Vapor		60.96
400 Watt-Mercury Vapor		119.76

SCHEDULE L LARGE POWER SERVICE*

Rates:

Demand Charge

Pirst 50 KW or less of Bill Over 50 KW of Billing Dema		51.00 5.02 /KW
Energy Charge First 50 KWH of Bil Next 100 KWH of Bil All Remaining KWH of Billi	ling Demand	.06047 Per KWH .04826 Per KWH .04201 Per KWH

Minimum Monthly Charge:

The minimum monthly charge shall be the highest one of the following charges as determined for the consumer in question:

- 1. The minimum monthly charge specified in the contract for service.
- 2. The demand charge.
- 3. A charge of \$251.00.

SCHEDULE P*

Rates:

Demand Charge

First 500 KW or less of Billing Demand for \$2,510.00 Per Month Over 500 KW of Billing Demand 5.02 Per KW

Energy Charge

First	3,500 KWH	\$.05577 Per KWH
Next	6,500 KWH	.04608 Per KWH
Next	140,000 KWH	.04119 Per KWH
Next	200,000 KWH	.03821 Per KWH
Next	400,000 KWH	.03725 Per KWH
Next	550,000 KWH	.03601 Per KWH
Over	1,300,000 KWH	.03428 Per KWH

MINIMUM MONTHLY CHARGE

The minimum monthly charge shall be the highest one of the following charges as determined for the consumer in question:

- 1. The minimum monthly charge specified in the contract for service.
- 2. The demand charge.
- 3. A charge of \$2,510.00.

OUTDOOR LIGHTING -SECURITY LIGHTS*

Rate Per Light Per Month:

Mercury Vapor Lamp 175 Watt \$5.60 Per Month

*Fuel Adjustment Charge

The above rate may be increased by an amount per KWH equal to the fuel adjustment amount per KWH as billed by the Wholesale Power Supplier plus an allowance for line losses. The allowance for line losses will not exceed 10% and is based on a twelve month moving average of such losses.

The rates and charges in this Appendix incorporate the rates and charges granted in Case No. 8575.

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