

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

AN EXAMINATION BY THE PUBLIC)
SERVICE COMMISSION OF THE)
APPLICATION OF THE FUEL ADJUST-)
MENT CLAUSE OF HARRISON COUNTY) CASE NO. 9186
RURAL ELECTRIC COOPERATIVE)
CORPORATION FROM NOVEMBER 1,)
1982, TO OCTOBER 31, 1984)

O R D E R

Pursuant to 807 KAR 5:056, Sections 1(11) and (12), the Public Service Commission ("Commission") issued its Order on November 20, 1984, scheduling a hearing to review the operation of the fuel adjustment clause of Harrison County Rural Electric Cooperative Corporation ("Harrison County") for the past 2 years and to determine the amount of fuel cost that should be transferred (rolled in) to the base rates in order to reestablish the fuel adjustment charge.

Harrison County filed all requested information, including its monthly fuel charges for the 2-year period under review. Following proper notice, a hearing was held on April 4, 1984.

The Commission approved a transfer (roll-in) of (2.47) mills per KWH to the base rates of Harrison County's wholesale supplier, East Kentucky Power Cooperative, Inc., ("East Kentucky") in Case No. 9171. Approval of East Kentucky's proposal requires that Harrison County also be authorized to roll in those same fuel costs to its base rates.

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

1. Harrison County has complied in all material respects with the provisions of 807 KAR 5:056.

2. Harrison County's wholesale supplier has been authorized to transfer (roll in) to its base rates fuel costs of (2.47) mills per KWH in Case No. 9171.

3. Harrison County should be authorized to decrease the rates charged its customers by 2.65 mills per KWH in order to transfer fuel costs rolled in by East Kentucky from the fuel adjustment clause to the base rates pursuant to the Commission's Order in Case No. 9171 and applicable line loss, and this can best be accomplished by a uniform reduction in all energy rates.

4. The revised rates and charges in Appendix A are designed to reflect the transfer of fuel costs from the fuel adjustment clause rate to the base rates.

IT IS THEREFORE ORDERED that the charges collected by Harrison County through the fuel adjustment clause for the period November 1, 1982, through October 31, 1984, be and they hereby are approved.

IT IS FURTHER ORDERED that Harrison County be and it hereby is authorized to transfer to its base rates fuel costs transferred by its wholesale supplier pursuant to Case No. 9171.

IT IS FURTHER ORDERED that the rates in Appendix A be and they hereby are approved for service rendered by Harrison County on and after June 1, 1985, which is also the effective date for East Kentucky's rates.

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

Done at Frankfort, Kentucky, this 7th day of May, 1985.

PUBLIC SERVICE COMMISSION

Richard D. Herman Jr.
Chairman

Paul W. Dyer
Vice Chairman

Len Shull
Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 9186 DATED 5/7/85

The following rates and charges are prescribed for the customers in the area served by Harrison 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 A - RATE 1
FARM AND HOME SERVICE*

Rates:

Consumer Charge	\$6.00 Per Month
All KWH used	.06427 Per KWH

SCHEDULE A - RATE 1 - T-O-D
FARM AND HOME SERVICE T-O-D*

Rates:

On-Peak Rate:	
Customer Charge	\$6.00 Per Month
All KWH/Month	.06427 Per KWH
Off-Peak Rate:	
All KWH/Month	.03754 Per KWH

RATE 2
COMMERCIAL AND SMALL POWER SERVICE (0 - 50 KW DEMAND)*

Rates:

Consumer Charge	\$11.00 Per Month
All KWH Used	.05899 Per KWH
All KW Demand Used	5.36 Per KW

RATE 8
LARGE POWER SERVICE (50 TO 500 KW DEMAND)*

Rates:

Consumer Charge	\$27.50 Per Month
All KWH Used	.04939 Per KWH
All KW Demand Used	5.36 Per KW

LPR-1, RATE 8
LARGE POWER SERVICE OVER 500 KW DEMAND*

Rates:

Consumer Charge	\$38.50 Per Month
All KWH Used	.04399 Per KWH
All KW Demand Used	5.36 Per KW

SECURITY LIGHTS
OUTDOOR LIGHTING SERVICE*

Rate Per Fixture:

<u>Type of Fixture</u>	<u>Lamp Size</u>	<u>Monthly Charge</u>
Mercury Vapor	175 Watts (73 KWH/lamp)	\$5.78 Per Month
Mercury Vapor	400 Watts (154 KWH/lamp)	\$9.22 Per Month

*Fuel Clause Adjustment

All rates are applicable to the Fuel Adjustment Clause and may be increased or decreased 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. This Fuel Clause is subject to all other applicable provisions as set out in 807 KAR 5:056.