

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 ADJUST- )  
MENT CLAUSE OF BIG SANDY RURAL ) CASE NO. 9737  
ELECTRIC COOPERATIVE CORPORATION )  
FROM NOVEMBER 1, 1984, TO )  
OCTOBER 31, 1986 )

O R D E R

Pursuant to 807 KAR 5:056, Sections 1 (11) and 1 (12), the Public Service Commission ("Commission") issued its Order on November 14, 1986, scheduling a hearing to review the operation of the fuel adjustment clause of Big Sandy Rural Electric Cooperative Corporation ("Big Sandy") 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. Big Sandy was not required to appear at the scheduled hearing unless an appearance was requested by the Attorney General's Utility and Rate Intervention Division or other interested parties or by the Commission on its own motion.

Big Sandy filed all requested information, including its monthly fuel charges for the 2-year period under review and its affidavit of compliance with the provisions of the fuel adjustment clause as prescribed in 807 KAR 5:056. Following proper notice, no party of record requested Big Sandy to appear at the hearing scheduled for February 10, 1987.

The Commission approved a transfer (roll-in) of <1.46> mills per KWH to the base rates of Big Sandy's wholesale supplier, East Kentucky Power Cooperative, Inc., ("East Kentucky") in Case No. 9731. Approval of East Kentucky's proposal requires that Big Sandy 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, finds that:

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

2. Big Sandy's wholesale supplier has been authorized to transfer (roll-in) to its base rates fuel costs of <1.46> mills per KWH in Case No. 9731.

3. Big Sandy should be authorized to decrease the rates charged its customers by 1.56 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. 9731 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:

(1) The charges and credits applied by Big Sandy through the fuel adjustment clause for the period November 1, 1984, through October 31, 1986, be and they hereby are approved.

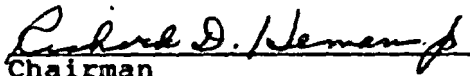
(2) Big Sandy be and it hereby is authorized to transfer to its base rates fuel costs transferred (rolled-in) by its wholesale supplier pursuant to Case No. 9731.

(3) The rates in Appendix A be and they hereby are approved for service rendered by Big Sandy on and after May 1, 1987, which is also the effective date for East Kentucky's rates.

(4) Within 30 days from the date of this Order Big Sandy shall file with the Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 28th day of April, 1987.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

\_\_\_\_\_  
Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 9737 DATED 4/28/87

The following rates and charges are prescribed for the customers in the area served by Big Sandy 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-1  
FARM AND HOME

Rates:

Customer Charge per delivery point	\$5.00 Per Month
Energy Charge	.05735 Per KWH

SCHEDULE A-1  
FARM AND HOME T-O-D

Rates:

On-Peak Rate:	
Service Charge	\$5.00
All KWH/Month	.05720
Off-Peak Rate:	
All KWH/Month	\$ .03264

SCHEDULE A-2  
COMMERCIAL AND SMALL POWER

Rates:

Customer Charge per delivery point	\$10.00 Per Month
Energy Charge	.04350 Per KWH
Demand Charge	2.50 Per KW

SCHEDULE LP  
LARGE POWER SERVICE

Rates:

Demand Charge	\$5.10 Per KW of Billing Demand
Energy Charge	.04236 Per KWH
Customer Charge per Delivery Point	\$50.00 Per Month

SCHEDULE LPR  
LARGE POWER RATE

Rates:

Maximum Demand Charge:

\$5.10 per KW of Billing Demand

Energy Charge: \$.04000 Per KWH

Customer Charge per delivery point \$75.00 Per Month

SCHEDULE YL-1  
YARD SECURITY LIGHT SERVICE

Rates:

Flat rate per light per month as follows:

175 Watt	\$ 5.03 Per Month
400 Watt	7.56 Per Month
500 Watt	9.23 Per Month
1,500 Watt	19.47 Per Month