

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF INTER-COUNTY)
RURAL ELECTRIC COOPERATIVE)
CORPORATION FOR AN ORDER) CASE NO. 10198
AUTHORIZING ADDITIONAL LARGE)
POWER RATE TARIFFS IND1, IND2)
AND IND3)

ORDER

On March 17, 1988, Inter-County Rural Electric Cooperative Corporation ("Inter-County") filed its application to establish additional Large Power Rate Tariff Schedules IND1, IND2, and IND3 for qualifying consumers. On April 25, 1988, Inter-County amended IND3 to include a minimum monthly energy usage equal to or greater than 425 hours per kilowatt ("Kw") of billing demand. The proposed tariffs are intended to serve as an incentive to keep established loads and to attract new loads that have high load factors to Inter-County's service area. The proposed retail rates pass through the East Kentucky Power Cooperative's ("EKPC") wholesale rates which were accepted by the Commission in Case No. 9582, The Notice of East Kentucky Power Cooperative, Inc., of a Revision to its Wholesale Electric Power Tariff. Currently, none of Inter-County's existing customers qualify for the proposed rate schedules.

IND1 would be available to all commercial and industrial consumers for general power requirements with Kw demands of 1,000

to 4,999 Kw with a monthly energy usage equal to or greater than 425 hours per Kw of billing demand. Schedule IND1 rates track EKPC's Wholesale Power Rate C with an 8 mill adder to the energy charge.

IND2 would be available to commercial and industrial consumers for general power requirements with Kw demands of 5,000 to 9,999 Kw with a monthly energy usage equal to or greater than 425 hours per Kw of billing demand. Schedule IND2 rates track EKPC's Wholesale Power Rate C with a 3 mill adder to the energy charge.

IND3 would be available to commercial and industrial customers with monthly demands equal to or greater than 10,000 Kw with a monthly energy usage equal to or greater than 425 hours per Kw of billing demand. Schedule IND3 rates track EKPC's Wholesale Power Rate C with a 2 mill adder to the energy charge.

The Commission, having considered the evidence of record and being advised, is of the opinion and finds that Schedules IND1, IND2, and the amended IND3 are reasonable and just and should be approved.

IT IS THEREFORE ORDERED that Inter-County's Rate Schedules IND1, IND2, and IND3 be and they hereby are approved. Inter-County shall file with the Commission a signed copy of Schedules IND1, IND2, and IND3 within 20 days of the date of this Order.

Done at Frankfort, Kentucky, this 20th day of May, 1988.

PUBLIC SERVICE COMMISSION

Richard D. Hansen, Jr.
Chairman

Robert M. Davis
Vice Chairman

James N. Williams
Commissioner

ATTEST:

Executive Director