

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 ADJUSTMENT CLAUSE OF JACKSON) CASE NO. 10455
COUNTY RURAL ELECTRIC COOPERATIVE)
CORPORATION FROM NOVEMBER 1, 1986)
TO OCTOBER 31, 1988)

O R D E R

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on December 6, 1988 established this case to review and evaluate the operation of the fuel adjustment clause of Jackson County Rural Electric Cooperative Corporation ("Jackson County") from November 1, 1986 to October 31, 1988.

As a part of this review, the Commission ordered Jackson County to submit certain information including, inter alia, its monthly fuel charges for the period under review and an affidavit attesting to its compliance with Commission Regulation 807 KAR 5:056. Jackson County has complied with this Order. The Commission further ordered that a public hearing be held in this case, but cancelled it when, after publication of notice, no interested party advised the Commission of its intention to attend.

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

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

2. East Kentucky Power Cooperative, Inc. ("EKPC"), the wholesale supplier of Jackson County, has been authorized to transfer (roll-in) a 0.80 mills per KWH decrease in its base fuel cost to its base rates.¹

3. Jackson County should be authorized to transfer (roll-in) a 0.87 mills per KWH decrease in its base fuel costs to its base rates to reflect, as adjusted for line loss, the transfer of a 0.80 mills per KWH decrease in EKPC's base rates and this can best be accomplished by an energy adder to each KWH sold.

4. The rates and charges in Appendix A, attached and incorporated hereto, are fair, just, and reasonable and reflect the transfer of fuel costs from the fuel adjustment clause to the base rate.

IT IS THEREFORE ORDERED that:

1. The charges and credits applied by Jackson County through its fuel adjustment clause for the period November 1, 1986 to October 31, 1988 be and they hereby are approved.

2. Jackson County be and it hereby is authorized to transfer to base rates those fuel costs (as adjusted for line-loss) rolled-in by EKPC from its fuel adjustment clause to its base rates.


¹ Case No. 10437, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative Corporation, Inc.

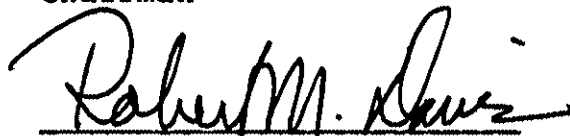
3. The rates in Appendix A are approved for service rendered by Jackson County on and after May 1, 1989.

4. Within 30 days of the date of this Order, Jackson County shall file with the Commission revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 31st day of March, 1989.

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. 10455 DATED 3/31/89

The following rates and charges are prescribed for the customers in the area served by Jackson 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 10
RESIDENTIAL, FARM AND NON-FARM SERVICE*

Rate

First	650 KWH Per Month	.06334	Per KWH
All Over	650 KWH Per Month	.05395	Per KWH

SCHEDULE 20
COMMERCIAL, SMALL POWER, AND THREE-PHASE FARM SERVICE*

Rate

First	1,000 KWH Per Month	.06521	Per KWH
Next	1,000 KWH Per Month	.06360	Per KWH
All Over	2,000 KWH Per Month	.06074	Per KWH

SCHEDULE 30
LARGE POWER SERVICE LESS THAN 50 KW*

Rate

Energy Charge Per KWH

First	1,000 KWH Per Month	.05731	Per KWH
All Over	1,000 KWH Per Month	.05409	Per KWH

SCHEDULE 33
WATER PUMPING SERVICE*

Rate

First	10,000 KWH Per Month	.05704	Per KWH
Next	40,000 KWH Per Month	.05460	Per KWH
All Over	50,000 KWH Per Month	.05086	Per KWH

SCHEDULE 40
LARGE POWER MORE THAN 50 KW BUT LESS THAN 275 KW*

Rate

Energy Charge

First	10,000 KWH Per Month	.05061	Per KWH
Next	40,000 KWH Per Month	.04920	Per KWH
All Over	50,000 KWH Per Month	.04719	Per KWH

SCHEDULE 43
LARGE POWER RATE - OVER 275 KW*

Rate

Energy Charge

First	150,000 KWH Per Month	.04619	Per KWH
All Over	150,000 KWH Per Month	.04447	Per KWH

SCHEDULE 44
LARGE POWER RATE - 1,000 KW AND OVER*

Rate

Energy Charge

First	150,000 KWH Per Month	.04619	Per KWH
All Over	150,000 KWH Per Month	.03828	Per KWH

SCHEDULE 45
LARGE POWER RATE - 1,000 KW AND OVER

Rate

Energy Charge

First	150,000 KWH Per Month	.04619	Per KWH
All Over	150,000 KWH Per Month	.03828	Per KWH

SCHEDULE 46
LARGE POWER RATE - 1,000 KW AND OVER

Rate

Energy Charge .03121 Per KWH

SCHEDULE 50 AND 60
SCHOOLS, CHURCHES AND COMMUNITY HALLS*

Rate

First 800 KWH Per Month .05709 Per KWH
All Over 800 KWH Per Month .05453 Per KWH

SCHEDULE 52
ALL ELECTRIC SCHOOLS (A.E.S.)

Rate

All KWH .05302 Per KWH

SCHEDULE SL
OUTDOOR LIGHTING SERVICE - SECURITY LIGHTS*

Rate Per Light Per Month

Mercury Vapor Lamp	175 Watt	90 KWH	\$5.49 Per Month
Sodium Vapor Lamp	22,000 Lumens	87 KWH	11.94 Per Month
Sodium Vapor Lamp	5,800 Lumens	30 KWH	8.08 Per Month

*Fuel Cost Adjustment Charge

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 percent and is based on a 12-month moving average of such losses. This Fuel Clause is subject to all other applicable provisions as set out in 807 KAR 5:056.