

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF FARMERS)
RURAL ELECTRIC COOPERATIVE)
CORPORATION'S REVISION TO ITS) CASE NO. 89-313
ELECTRIC POWER TARIFF)

O R D E R

On January 4, 1990, the Commission authorized Farmers Rural Electric Cooperative Corporation ("Farmers") to reduce its rates to effect a flow-through of a reduction in the rates of East Kentucky Power Cooperative, Inc. ("EKPC"), its wholesale power supplier.

On March 26, 1990, Farmers advised the Commission that when the original application was filed for Case No. 89-313, two rates (Schedule RM - Residential Off-Peak Marketing Rate, and Schedule CM - Small Commercial Off-Peak Marketing Rate) were inadvertently omitted from its application seeking a flow-through of EKPC's rate reduction. It requests that these two rates also be reduced to reflect the lower power costs resulting from EKPC's rate reduction.

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

1. EKPC, Farmers' wholesale power supplier, has been authorized to reduce its rates for wholesale electric power.

2. Farmers should be authorized to reduce its rates for Schedule RM and Schedule CM to effect a flow-through of the wholesale power cost reduction from EKPC.

3. The rates and charges in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and will accomplish a flow-through of the power cost reduction from EKPC.

IT IS THEREFORE ORDERED that:

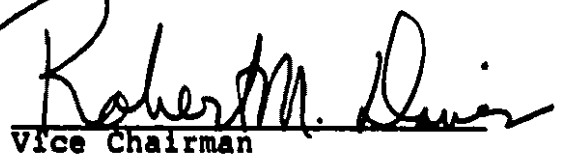
1. The rates and charges in Appendix A are approved for service rendered by Farmers on and after May 1, 1990.

2. Within 30 days from the date of this Order, Farmers shall file with the Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 8th day of May, 1990.

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. 89-313 DATED 5/08/90**

The following rates and charges are prescribed for the customers in the area served by Farmers 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 RM
RESIDENTIAL OFF-PEAK MARKETING**

Rate:

All KWH Per Month \$.03346 Per KWH

**SCHEDULE CM
SMALL COMMERCIAL OFF-PEAK MARKETING**

Rate:

All KWH Per Month \$.03644 Per KWH