

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF GRAYSON)	
RURAL ELECTRIC COOPERATIVE)	
CORPORATION'S REVISION TO ITS)	CASE NO. 89-324
ELECTRIC POWER TARIFF)	

O R D E R

Before the Commission is the application of Grayson Rural Electric Cooperative Corporation ("Grayson") for approval of a revision to its electric power tariff. The application was filed as a result of a proposed decrease in power costs from Grayson's wholesale power supplier, East Kentucky Power Cooperative, Inc. ("EKPC").¹ The rates proposed by Grayson are intended to flow-through to its customers the scheduled power cost reduction from EKPC. Grayson's revised tariff was to have become effective December 1, 1989 but was suspended for a period of 5 months.

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

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

¹ Case No. 89-311, The Notice of East Kentucky Power Cooperative, Inc. of a Revision to Its Wholesale Power Tariff.

2. Grayson should be authorized to reduce its rates in order 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.

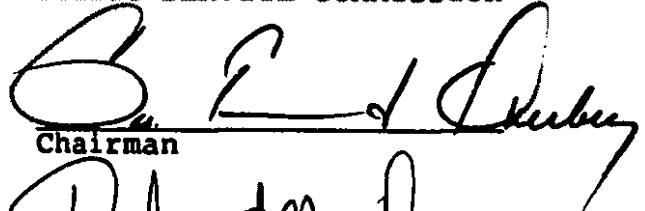
IT IS THEREFORE ORDERED that:

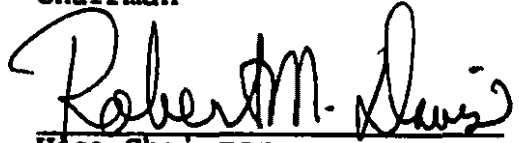
1. The rates and charges in Appendix A are approved for service rendered by Grayson on and after January 1, 1990.

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

Done at Frankfort, Kentucky, this 4th day of January, 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. 89-324 DATED 1/04/90

The following rates and charges are prescribed for the customers in the area served by Grayson 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 1
DOMESTIC - FARM & HOME SERVICE

Rates:

Energy Charge	\$.06273	Per KWH
---------------	-----------	---------

SCHEDULE 2
COMMERCIAL AND SMALL POWER 50 KVA OR LESS,
INCLUDING PUBLIC BUILDINGS, SCHOOLS, CHURCHES, ETC.

Rates:

Energy Charge Per KWH	\$.06273	Per KWH
-----------------------	-----------	---------

SCHEDULE 3
OFF-PEAK MARKETING RATE

Rates:

On-Peak Rate		
All KWH/Month	\$.06273	Per KWH
Off-Peak Rate		
All KWH/Month	\$.03764	Per KWH

SCHEDULE 4
LARGE POWER SERVICE - SINGLE AND THREE-
PHASE - 50-999 KVA(T)

Rates:

Energy Charge (for all KWH)	\$.04362	Per KWH
-----------------------------	-----------	---------

SCHEDULE 5
STREET LIGHTING SERVICE

<u>Lamp Size</u>	<u>Mercury Vapor Lamps</u>	<u>Annual Charge Per Lamp</u>
175 Watt	\$6.37	\$76.44

SCHEDULE 6
OUTDOOR LIGHTING SERVICE - SECURITY LIGHTS

Rate Per Light Per Month

7,000 Lumens	Mercury Vapor Lamp	\$6.17 per lamp per month
10,000 Lumens	Mercury Vapor Lamp	\$8.21 per lamp per month

SCHEDULE 7
ALL ELECTRIC SCHOOLS (A.E.S.)

Rates:

Energy Charge \$.04425 Per KW

SCHEDULE 8
SEASONAL SERVICES - SERVICES ACTIVE LESS THAN
NINE (9) MONTHS OUT OF A YEAR

Rates:

Energy Charge \$.08123 Per KWH