

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC)	
SERVICE COMMISSION OF THE APPLICA-)	
TION OF THE FUEL ADJUSTMENT CLAUSE)	
OF OWEN ELECTRIC COOPERATIVE)	CASE NO. 90-384
FROM NOVEMBER 1, 1988 TO)	
OCTOBER 31, 1990)	

O R D E R

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on November 30, 1990 established this case to review and evaluate the operation of the fuel adjustment clause ("FAC") of Owen Electric Cooperative ("Owen") from November 1, 1988 to October 31, 1990.

As a part of this review, the Commission ordered Owen 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. Owen 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 otherwise sufficiently advised, finds that:

1. Owen 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 Owen, has been authorized to transfer (roll-in) a 0.54 mills per Kwh increase in its base fuel cost to its base rates.¹

3. Owen should be authorized to transfer (roll-in) a 0.57 mills per Kwh increase in its base fuel costs to its base rates to reflect, as adjusted for line loss, the transfer of a 0.54 mills per Kwh increase 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 hereto and incorporated herein, are fair, just, and reasonable, and reflect the transfer of fuel costs from the FAC to the base rate.

IT IS THEREFORE ORDERED that:

1. The charges and credits applied by Owen through the FAC for the period from November 1, 1988 to October 31, 1990 be and they hereby are approved.

2. Owen 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 FAC to its base rates.

3. The rates in Appendix A are approved for service rendered by Owen on and after May 1, 1991.


¹ Case No. 90-361, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative, Inc. From November 1, 1988 to October 31, 1990.

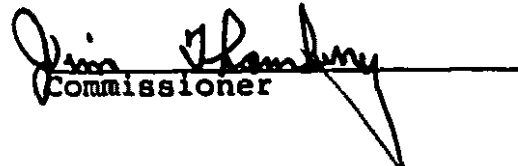
4. Within 30 days of the date of this Order, Owen shall file with the Commission revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 3rd day of April, 1991.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Lee M. MacCabe
Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 90-384 DATED 4/03/91

The following rates and charges are prescribed for the customers in the area served by Owen Electric Cooperative. 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 I
FARM AND HOME

Rates:

All KWH \$.06609 Per KWH

SCHEDULE I-A
FARM & HOME OFF-PEAK
MARKETING RATE

Rates:

All KWH \$.03965

SCHEDULE 1
FARM AND HOME T-O-D

Rates:

On-Peak Rate All KWH/Month \$.06609 Per KWH
Off-Peak Rate All KWH/Month .03965 Per KWH

SCHEDULE I
SMALL COMMERCIAL

Rates:

All KWH \$.06609 Per KWH

**SCHEDULE II
LARGE POWER**

Rates:

All KWH \$.04653 Per KWH

**SCHEDULE III
SECURITY LIGHTS**

Rates:

Installed on existing pole where 120 volts are available	\$5.10
One Pole Added	6.74
Two Poles Added	8.38
Three Poles Added	10.02
Four Poles Added	11.66

**SCHEDULE VIII
LARGE INDUSTRIAL RATE LPC 1**

RATES:

Energy Charge \$.03184 Per KWH

**SCHEDULE IX
LARGE INDUSTRIAL RATE LPC 2**

Energy Charge \$.02684 Per KWH