

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF LICKING VALLEY RURAL)
ELECTRIC COOPERATIVE CORPORATION)
FOR AN ADJUSTMENT TO ITS RETAIL) CASE NO. 94-393
ELECTRIC POWER TARIFFS)

O R D E R

Licking Valley Rural Electric Cooperative Corporation ("Licking Valley") initiated this case to pass to its customers a decrease in power costs proposed by its wholesale power supplier, East Kentucky Power Cooperative, Inc. ("East Kentucky"). On July 26, 1995, the Commission approved changes in Licking Valley's retail rates designed to reflect an annual wholesale power cost decrease from East Kentucky of \$1,048,247.

The Commission has now concluded the rehearing phase of the East Kentucky rate case and has determined that its rates should be decreased further. This will result in an additional wholesale power cost decrease for Licking Valley of \$83,504, for an overall decrease of \$1,131,751. Accordingly, Licking Valley's retail rates have been reduced, as set forth in Appendix A of this Order, to pass this further reduction of \$83,504 to its customers effective with service rendered on and after March 1, 1996.

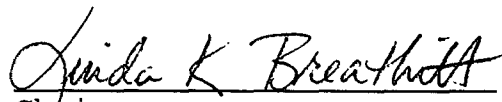
IT IS THEREFORE ORDERED that:


1. The rates in Appendix A, attached hereto and incorporated herein, are approved for service rendered on and after March 1, 1996.

2. Within 20 days of the date of this Order, Licking Valley shall file with the Commission revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky this 28th day of February, 1996.

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. 94-393 DATED FEBRUARY 28, 1996.

The following rates and charges are prescribed for the customers in the area served by Licking Valley 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 effective date of this Order.

SCHEDULE A
RESIDENTIAL, FARM, SMALL COMMUNITY HALLS AND
CHURCH SERVICE

Monthly Rate:

Energy Charge \$.055275 Per KWH

SCHEDULE B
COMMERCIAL AND SMALL POWER SERVICE

Monthly Rate:

Energy Charge \$.039975 Per KWH

SCHEDULE LP
LARGE POWER SERVICE

Monthly Rate:

Energy Charge \$.040055 Per KWH

SCHEDULE LPR
LARGE POWER RATE

Monthly Rate:

Energy Charge \$.035245 Per KWH

SCHEDULE SL
(SECURITY LIGHTS AND/OR RURAL LIGHTING)

Monthly Rate:

Service for the unit will be unmetered and will be a 175 watt mercury vapor type at \$5.95 each, per month.