

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF BIG SANDY RURAL)
ELECTRIC COOPERATIVE CORPORATION)
FOR AN ADJUSTMENT TO ITS RETAIL) CASE NO. 94-403
ELECTRIC POWER TARIFFS)

O R D E R

Big Sandy Rural Electric Cooperative Corporation ("Big Sandy") 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 Big Sandy's retail rates designed to reflect an annual wholesale power cost decrease from East Kentucky of \$1,208,390.

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 Big Sandy of \$88,401, for an overall decrease of \$1,296,791. Accordingly, Big Sandy's retail rates have been reduced, as set forth in Appendix A of this Order, to pass this further reduction of \$88,401 to its customers effective with service rendered on and after March 1, 1996.

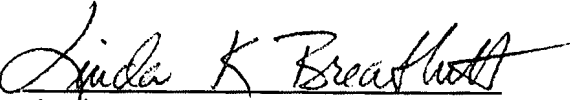
IT IS THEREFORE ORDERED that:

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

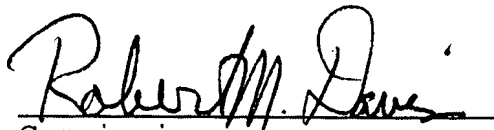
2. Within 20 days of the date of this Order, Big Sandy shall file with the Commission revised tariff sheets setting out the rates approved herein.

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. 94-403 DATED FEBRUARY 28, 1996

The following rates and charges are prescribed for the customers in the area served by Big Sandy 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-1
FARM AND HOME

Rate:

Energy Charge	\$.04978 Per KWH
Off-Peak Energy Charge	.02987 Per KWH

SCHEDULE A-2
COMMERCIAL AND SMALL POWER

Rate:

Energy Charge	\$.03589 Per KWH
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SCHEDULE LP
LARGE POWER SERVICE

Rate:

Energy Charge	\$.03475 Per KWH
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SCHEDULE LPR
LARGE POWER RATE

Rate:

Energy Charge	\$.03239 Per KWH
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SCHEDULE YL-1
YARD SECURITY LIGHT SERVICE

Rate:

Flat rate per light per month as follows:

175 Watt	\$ 4.50 Per Month
400 Watt	6.39 Per Month
500 Watt	7.63 Per Month
1,500 Watt	14.67 Per Month

SCHEDULE IND 1

Energy Charge \$.02765 Per KWH

SCHEDULE IND 2

Energy Charge \$.02265 Per KWH