

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

SHELBY RURAL ELECTRIC COOPERATIVE )  
CORPORATION'S FILING OF A PROPOSED )  
TARIFF REVISION OF RULES AND ) CASE NO. 96-503  
REGULATIONS )

O R D E R

Shelby Rural Electric Cooperative Corporation ("Shelby RECC") has filed proposed revisions to its rules and regulations. These revisions are intended to supersede and replace its existing rules and regulations. Pursuant to KRS 278.190, the Commission suspended the operation of the proposed revisions until March 31, 1997. With Shelby RECC's agreement, this suspension was subsequently extended an additional 30 days.

Having reviewed the proposed revisions and the evidence of record and being otherwise sufficiently advised, the Commission finds that the proposed rules and regulations, with certain modifications which are set forth below, are reasonable and should be approved for service rendered on and after the date of this Order.

IT IS THEREFORE ORDERED that:

1. Shelby RECC's proposed rules and regulations, as modified below, are approved for service rendered on and after the date of this Order.
2. Section 6 of Shelby RECC's proposed rules and regulations is modified to read:

Each member, together with his/her spouse and all other real estate title owners, shall grant or convey to the Cooperative, without cost, any permanent easements

reasonably required by the Cooperative to provide electric service to that member for the installation, maintenance, and operation of the Cooperative's electrical distribution system, both existing and future, with right of ingress and egress for these purposes over the Member's property, provided such electrical distribution system is located on real estate owned, rented, or otherwise controlled by the member. The failure or refusal to convey such easements shall constitute grounds for discontinuing service.

3. Section 19 of Shelby RECC's proposed rules and regulations is modified to include the following provision:

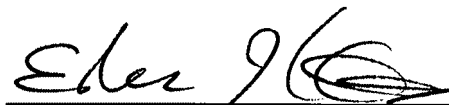
If a customer is discovered to have an unusual deviation in his/her monthly usage, the Cooperative will contact that customer to investigate that unusual deviation and offer energy auditing services to assist in determining the source of the deviation.

4. Within 20 days of the date of this Order, Shelby RECC shall file its revised rules and regulations, as modified, with the Commission in the form set forth in Administrative Regulation 807 KAR 5:011.

Done at Frankfort, Kentucky, this 30th day of April, 1997.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

  
Executive Director