

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE	)	
APPLICATION OF THE FUEL	)	
ADJUSTMENT CLAUSE OF FLEMING-	)	
MASON RURAL ELECTRIC	)	CASE NO. 98-572
COOPERATIVE CORPORATION FROM	)	
NOVEMBER 1, 1996 TO OCTOBER 31,	)	
1998	)	

O R D E R

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on December 4, 1998 established this case to review and evaluate the operation of the fuel adjustment clause ( FAC ) of Fleming-Mason Rural Electric Cooperative Corporation ( Fleming-Mason ) for the two years ended October 31, 1998.

As part of this review, the Commission ordered Fleming-Mason to submit certain information and an affidavit attesting to its compliance with Commission Regulation 807 KAR 5:056. Fleming-Mason 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. Fleming-Mason 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 Fleming-Mason, has been authorized to transfer (roll-in) a 0.81 mills per KWH increase in its base fuel cost to its base rates.<sup>1</sup>

3. Fleming-Mason should be authorized to transfer (roll-in) a 0.85 mills per KWH increase in its base fuel costs to its base rates to reflect, as adjusted for line loss, the transfer of a 0.81 mills per KWH increase in EKPC s base rates. This transfer 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 Fleming-Mason through the FAC for the period November 1, 1996 to October 31, 1998 are approved.

2. Fleming-Mason 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 Fleming-Mason on and after May 1, 1999.

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

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<sup>1</sup> Case No. 98-563, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative, Inc. from November 1, 1996 to October 31, 1998.

Done at Frankfort, Kentucky, this 22<sup>nd</sup> day of March, 1999.

By the Commission

ATTEST:

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Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 98-572 DATED MARCH 22, 1999

The following rates and charges are prescribed for the customers in the area served by Fleming-Mason 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 RSP  
RESIDENTIAL AND SMALL POWER

Rate:

Energy Charge (for all KWH)	\$.05219 Per KWH
Energy Charge (E.T.S.)	.03131 Per KWH

SCHEDULE SGS  
SMALL GENERAL SERVICE

Rate:

Energy Charge (for all KWH)	\$.02790 Per KWH
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SCHEDULE LGS  
LARGE GENERAL SERVICE

Rate:

Energy Charge (for all KWH)	\$.02801 Per KWH
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SCHEDULE OLS  
OUTDOOR LIGHTING SERVICE

Monthly Rate:

Mercury Vapor

7,000 Lumens	Standard Service	\$ 5.65
	Ornamental Service	14.11

20,000 Lumens	Standard Service	10.67
	Ornamental Service	17.99

High-Pressure Sodium

9,500 Lumens	Standard Service	5.90
	Ornamental Service	13.22
	Directional Service	6.00

22,000 Lumens	Standard Service	8.04
	Ornamental Service	15.37
	Directional Service	7.87

50,000 Lumens	Standard Service	11.59
	Ornamental Service	18.51
	Directional Service	11.29

SCHEDULE AES  
ALL ELECTRIC SCHOOL

Rate:

Energy Charge (for all KWH)	\$ .04826 Per KWH
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TEXAS EASTERN TRANSMISSION CORPORATION  
SPECIAL CONTRACTED SERVICE

Rate:

Energy Charge (for all KWH)	\$ .02653 Per KWH
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SCHEDULE LIS 6  
LARGE INDUSTRIAL SERVICE

Rate:

Energy Charge (for all KWH)	\$.02360 Per KWH
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SCHEDULE LIS 4B

Rate:

Energy Charge (for all KWH)	\$.03087 Per KWH
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SCHEDULE LIS 5B

Rate:

Energy Charge (for all KWH)	\$.02762 Per KWH
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SCHEDULE LIS 6B

Rate:

Energy Charge (for all KWH)	\$.02360 Per KWH
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