COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| AN EXAMINATION OF THE APPLICATION OF |) | |
|--------------------------------------|---|------------|
| THE FUEL ADJUSTMENT CLAUSE OF SOUTH |) | CASE NO. |
| KENTUCKY RURAL ELECTRIC COOPERATIVE |) | 2013-00281 |
| CORPORATION FROM NOVEMBER 1, 2012 |) | |
| THROUGH APRIL 30, 2013 |) | |

ORDER

Pursuant to 807 KAR 5:056, the Commission established this case on August 8, 2013, to review and evaluate the operation of the Fuel Adjustment Clause ("FAC") of South Kentucky Rural Electric Cooperative Corporation ("South Kentucky") for the sixmonth period that ended on April 30, 2013.

As part of this review, South Kentucky complied with the Commission's Order to submit certain information concerning its compliance with 807 KAR 5:056. The Commission further ordered that a public hearing be held in this case and indicated that, if no interested party notified the Commission of its intent to attend by October 11, 2013, the hearing would be cancelled and the matter would be considered submitted for decision based on the evidence in the record.

No individual or entity advised the Commission of their intent to attend the hearing by October 11, 2013. The public hearing was cancelled, and the matter is considered submitted for decision based on the evidence in the record.

The Commission, having considered the evidence in the record and being otherwise sufficiently advised, finds no evidence that South Kentucky has improperly calculated or applied its FAC charge.

IT IS THEREFORE ORDERED that the charges and credits applied by South Kentucky through the FAC for the period November 1, 2012, through April 30, 2013, are approved.

By the Commission

ENTERED

NOV 15 2013

ENTUCKY PUBLIC

ATTEST

Executive Director

Allen Anderson President & CEO South Kentucky R.E.C.C. 925-929 N Main Street P. O. Box 910 Somerset, KY 42502-0910