

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE)
APPLICATION OF THE FUEL)
ADJUSTMENT CLAUSE OF EAST) CASE NO. 2011-00246
KENTUCKY POWER COOPERATIVE,)
INC. FROM NOVEMBER 1, 2010)
THROUGH APRIL 30, 2011)

O R D E R

Pursuant to 807 KAR 5:056, the Commission, on August 23, 2011, established this case to review and evaluate the operation of the Fuel Adjustment Clause ("FAC") of East Kentucky Power Cooperative, Inc. ("East Kentucky") for the six-month period that ended on April 30, 2011. As part of this review, East Kentucky submitted certain information, pursuant to Commission Order, concerning its compliance with 807 KAR 5:056. The Commission held a public hearing in this matter on October 18, 2011. On October 26, 2011, East Kentucky filed its response to a request made at the hearing.

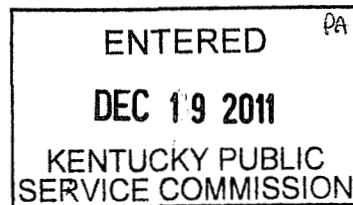
The Commission has previously established East Kentucky's base fuel cost as 30.14 mills per kWh.¹ A review of East Kentucky's monthly fuel clause filings shows that the actual fuel cost incurred for the six-month period under review ranged from a low of 24.86 mills in April 2011 to a high of 31.24 mills in December 2010, with a six-month average of 28.28 mills.

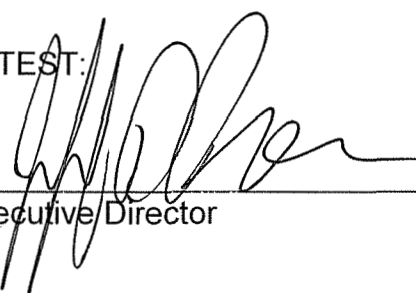
¹ Case No. 2010-00491, An Examination of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative, Inc. from November 1, 2008 Through October 31, 2010 (Ky. PSC May 31, 2011).

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds no evidence of improper calculation or application of East Kentucky's FAC charges or improper fuel procurement practices.

IT IS THEREFORE ORDERED that the charges and credits billed by East Kentucky through its FAC for the period November 1, 2010 through April 30, 2011 are approved.

By the Commission



ATTEST: 

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