

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE APPLICATION OF)	
THE FUEL ADJUSTMENT CLAUSE OF DUKE)	CASE NO.
ENERGY KENTUCKY, INC. FROM MAY 1, 2013)	2013-00448
THROUGH OCTOBER 31, 2013)	

ORDER

Pursuant to 807 KAR 5:056, the Commission established this case on February 7, 2014, to review and evaluate the operation of the Fuel Adjustment Clause ("FAC") of Duke Energy Kentucky, Inc. ("Duke Kentucky") for the six-month period that ended on October 31, 2013. As part of this review, Duke Kentucky submitted certain information, pursuant to Commission Order, concerning its compliance with 807 KAR 5:056. The Commission held a public hearing on this matter on April 10, 2014. On April 24, 2014, Duke Kentucky filed its response to requests made at the hearing.

The Commission has previously established Duke Kentucky's base fuel cost as 27.466 mills per kWh.¹ A review of Duke Kentucky's monthly FAC filings shows that the fuel cost billed for the six-month period under review ranged from a low of 26.75 mills in October 2013 to a high of 31.41 mills in July 2013, with a six-month average of 28.81 mills.

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

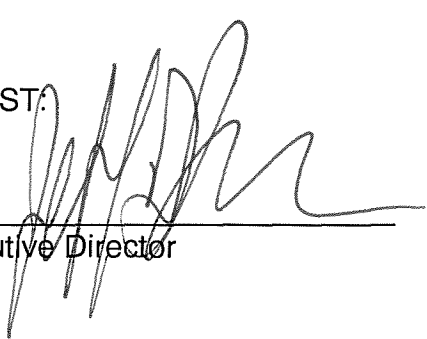
¹ Case No. 2012-00554, An Examination of the Application of the Fuel Adjustment Clause of Duke Energy Kentucky, Inc. from November 1, 2010 through October 31, 2012 (Ky. PSC May 17, 2013).

IT IS THEREFORE ORDERED that the charges and credits billed by Duke Kentucky through its FAC for the period May 1, 2013, through October 31, 2013, are approved.

By the Commission

ENTERED
JUN 02 2014
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

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