

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

BIG RIVERS ELECTRIC CORPORATION'S)
PROPOSED MECHANISM TO CREDIT TO)
CUSTOMERS AMOUNTS RECOVERED IN) CASE NO. 94-453
JUDICIAL PROCEEDINGS INVOLVING FUEL)
PROCUREMENT CONTRACTS)

O R D E R

In accordance with the Commission's Order of July 21, 1994 in Case No. 90-360-C,¹ Big Rivers Electric Corporation ("Big Rivers") has proposed a mechanism to credit to customers amounts recovered in various judicial proceedings involving its fuel procurement contracts. Kentucky Industrial Utility Customers and Prestige Coal Company have submitted comments on the proposed mechanism.

Having considered the proposed mechanism and being otherwise sufficiently advised, the Commission finds that a new proceeding should be initiated to review the proposed recovery mechanism.

IT IS THEREFORE ORDERED that:

1. A new proceeding is established to consider Big Rivers' proposed recovery mechanism.
2. All parties to Case No. 90-360-C are made parties to this proceeding.

¹ Case No. 90-360-C, An Examination By The Public Service Commission Of The Application Of The Fuel Adjustment Clause Of Big Rivers Electric Corporation From November 1, 1991 to April 30, 1992 (July 22, 1994).

3. The distribution cooperatives which Big Rivers serves are made parties to this proceeding.

4. The record of Case No. 90-360-C is incorporated by reference into the record of this proceeding.

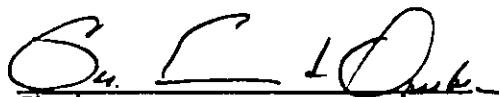
5. Any party wishing to comment upon Big Rivers' proposed recovery mechanism may, within 30 days of the date of this Order, submit written comments to the Commission.

6. Within 30 days of the date of this Order, the distribution cooperatives which Big Rivers serves shall submit written comments on the proposed recovery mechanism. These comments shall address how any recovered amounts should be passed through to distribution cooperative customers by the distribution cooperatives.

7. Any party wishing an informal conference in this proceeding shall submit its request for such conference within 30 days of the date of this Order.

Done at Frankfort, Kentucky, this 2nd day of December, 1994.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director