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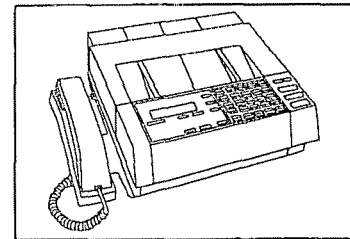
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NOV 09 2007

PUBLIC SERVICE
COMMISSION

Facsimile Transmittal Cover Sheet

Date: November 9, 2007
To: Public Service Commission
At Fax No.: 502-564-1582
Re: Jackson Purchase Energy Corporation



Message: Please file the attached Application for Permission to Use Abbreviated Notice.

Please notify Anita Mitchell upon receipt of this transmission.

From: Donna Henderson/Melissa Yates and David Denton

PAGES ATTACHED INCLUDING THIS SHEET: 7

95953

NOTICE

The information contained in this facsimile message is intended only for the use of the individual or entity to which it is addressed and may contain information that is legally privileged, confidential and exempt from disclosure under applicable law. If the reader of this message is not the intended recipient, you are hereby notified that any dissemination, distribution or copying of this communication is strictly prohibited. If you have received this communication in error, please notify us immediately by telephone and return original message to us at the above address via U.S. Postal Service. THANK YOU.

95938

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

RECEIVED

NOV 09 2007

PUBLIC SERVICE
COMMISSION

IN THE MATTER OF:

JACKSON PURCHASE ENERGY)
CORPORATION,)
)
)
NOTICE OF INTENT TO FILE APPLICATION)
FOR RATE ADJUSTMENT)

CASE NO. 2007-00116

APPLICATION FOR PERMISSION TO USE ABBREVIATED NOTICE

In accordance with 807 KAR 5:001 Section 10(3)(i), Jackson Purchase Energy Corporation, ("JPEC"), through counsel, hereby applies to the Commission for permission to use the abbreviated form of published notice of the proposed rate adjustment for the above matter. In support hereof, JPEC states as follows:

1. JPEC intends to file an application for an adjustment of its rates in the immediate future. JPEC intends to notify the public and its members of the proposal by publishing such notice in the Paducah Sun, a daily newspaper with circulation in JPEC's service area, as permitted by 807 KAR 5:001 Section 10(4)(3).

2. As part of its application, JPEC will file new and revised rates and amended and new regulatory and operating tariffs. These documents consist of approximately one-hundred thirty-six pages. According to information received from The Paducah Sun, publishing the rates, along with the attending regulatory and operating tariffs, will cost JPEC between \$12,000 and \$16,000.

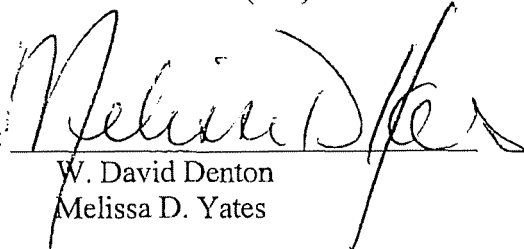
3. Accordingly, JPEC hereby requests permission to use the abbreviated form of notice as permitted by 807 KAR 5:001 Section 10(3)(i) . A copy of the proposed notice is attached hereto and incorporated herein as if set forth in full as Exhibit "A" The attached notice is easily

comprehensible and contains a means for the members to easily acquire detailed information about the proposed amended or new regulatory and operating tariffs.

3. JPEC respectfully requests an expedited decision as it intends to file its application for its rate adjustment in the immediate future. Notice to the customers must be published within seven days of the application if done by newspaper, so JPEC may not file its application until a decision is made regarding this request.

Respectfully submitted,

DENTON & KEULER
P. O. BOX 929
PADUCAH KY 42002-0929
Telephone: (270) 443-8253
Facsimile: (270) 442-6000

By: 
W. David Denton
Melissa D. Yates

ATTORNEYS FOR JPECC

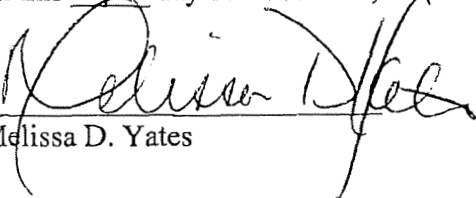
I hereby certify that the foregoing has been served by faxing a true and correct copy to:

MS BETH O'DONNELL
EXECUTIVE DIRECTOR
KENTUCKY PUBLIC SERVICE COMMISSION
211 SOWER BLVD.
FRANKFORT KY 40602

HON ANITA MITCHELL ATTY
PUBLIC SERVICE COMMISSION
215 SOWER BLVD
P O BOX 615
FRANKFORT KY 40602

DENNIS G HOWARD
OFFICE OF THE ATTORNEY GENERAL
1024 CAPITAL CENTER DRIVE
SUITE 200
FRANKFORT KY 40601-8204

on this 9th day of November, 2007.



Melissa D. Yates

Official Notice

Jackson Purchase Energy Corporation with its principal office at 2900 Irvin Cobb Drive, P.O. Box 4030, Paducah, Kentucky, 42002-4030 intends to file with the Kentucky Public Service Commission in Case No. 2007-00116 an application to adjust its retail rates and charges. This adjustment will result in a general rate increase to the member-consumers of Jackson Purchase Energy Corporation.

The rates proposed in this application are the rates proposed by Jackson Purchase Energy Corporation. However, the Kentucky Public Service Commission may order rates to be charged that differ from these proposed rates. Such action may result in rates for consumer other than the rates in this application.

Any corporation, association, body politic or person may by motion within thirty (30) days after publication or mailing of notice of the proposed rate changes request leave to intervene. The motion shall be submitted to the Kentucky Public Service Commission, 211 Sower Boulevard, P .O. Box 615, Frankfort, Kentucky 40602, and shall set forth the grounds for the request including the status and interest of the party. A copy of the application and testimony shall be available for public inspection at Jackson Purchase Energy Corporation's offices.

Jackson Purchase Energy Corporation's last general rate adjustment was effective in 1998, alm ost 10 years ago. The time has come to adjust the rates, and this process began by having an extensive cost of service study on each rate classification. The proposed amount and percent of increase, based on the study, are listed below:

| <u>Rate Class</u> | <u>Increase</u> | |
|---|-----------------|----------------|
| | <u>Dollar</u> | <u>Percent</u> |
| Schedule R Residential | \$2,242,079 | 9.25% |
| Schedule C-1 (formerly Schedule C) Small Commercial Single Phase | \$167,900 | 9.95% |
| Schedule C-3 (formerly Schedule ND) Small Commercial Three Phase | \$20,011 | 6.47% |
| Schedule D Commercial and Industrial Demand Less Than 3,000KW | \$870,428 | 9.31% |
| Schedule I-E (formerly Schedule I) Large Commercial and Industrial – Existing | \$164,825 | 9.55% |
| Schedule OL Outdoor Lighting | \$88,540 | 10.17% |

The effects of the proposed rates on the average monthly bill by rate class are listed below:

| <u>Rate Class</u> | <u>Increase</u> | |
|---|-----------------|----------------|
| | <u>Dollar</u> | <u>Percent</u> |
| Schedule R Residential | \$8.50 | 10.87% |
| Schedule C-1 (formerly Schedule C) Small Commercial Single Phase | \$8.04 | 11.74% |
| Schedule C-3 (formerly Schedule ND) Small Commercial Three Phase | \$12.03 | 8.47% |
| Schedule D Commercial and Industrial Demand Less Than 3,000 KW | \$61.79 | 5.45% |
| Schedule I-E (formerly Schedule I) Large Commercial and Industrial – Existing | \$4,809.31 | 12.18% |
| Schedule OL (formerly Schedule CSL & OL) Outdoor Lighting | | |
| 175 W MV | \$0.80 | 11.89% |
| 100 W HPS | \$0.80 | 11.89% |
| 250 W HPS Flood | \$1.13 | 11.98% |
| 250 W HPS | \$1.07 | 11.98% |
| 175 W Metal Halide | \$1.35 | 11.93% |
| 400 W Metal Halide | \$1.91 | 12.01% |
| 400 W MV | \$1.20 | 11.98% |
| 1000 W Metal Halide | \$2.68 | 11.99% |

The present and proposed monthly rate structure of Jackson Purchase Energy Corporation is listed below:

| <u>Rate Class</u> | <u>Rates</u> | |
|--|----------------|-----------------|
| | <u>Present</u> | <u>Proposed</u> |
| Schedule R Residential Facility Charge | \$7.00 | \$9.00 |
| Energy Charge per KWH | \$0.05729 | \$0.06252 |
| Schedule C-1 Small Commercial Single Phase (formerly Schedule C) Facility Charge | \$7.00 | \$10.00 |
| Energy Charge per KWH | \$0.05833 | \$0.06365 |

| | | |
|--|-------------|------------|
| Schedule C-3 Small Commercial Three Phase (formerly Schedule ND) | | |
| Facility Charge | \$15.00 | \$18.00 |
| Energy Charge per KWH | \$0.05983 | \$0.05980 |
| Schedule D Commercial and Industrial less than 3,000 KW | | |
| Facility Charge | \$25.00 | \$35.00 |
| Energy Charge | | |
| First 200 KWH/KW | \$0.03757 | \$0.03422 |
| Next 200 KWH/KW | \$0.03027 | \$0.02692 |
| Next 200 KWH/KW | \$0.02657 | \$0.02321 |
| Over 600 KWH/KW | \$0.02297 | \$0.01961 |
| Demand Charge per KW | \$4.95 | \$6.50 |
| Schedule I-E Large Commercial and Industrial – Existing (formerly Schedule I) | | |
| Service Charge | \$0.00 | \$300.00 |
| Energy Charge per KWH | \$0.015452 | \$0.017350 |
| Demand | | |
| First 3,000 per KW | \$10.48 | \$11.50 |
| Remaining per KW | \$10.48 | \$11.50 |
| Schedule L Large Commercial and Industrial – New | | |
| Service Charge | NA | \$300.00 |
| Energy Charge per KWH | NA | \$0.017350 |
| Demand | | |
| First 3,000 per KW | NA | \$11.30 |
| Remaining per KW | NA | \$11.30 |
| Schedule OL Outdoor Lighting (formerly Schedule CSL & OL) | | |
| Street Lights | | |
| 175 MV Street Light | By Contract | \$7.53 |
| 400 MV Street Light | By Contract | \$11.22 |
| 100 W HPS Street Light | By Contract | \$7.53 |
| Energy Charge per KWH | \$0.03377 | |
| Security Lights | | |
| 175 W MV | \$6.73 | \$7.53 |
| 100 W HPS | \$6.73 | \$7.53 |
| 250 W HPS Flood | \$9.43 | \$10.56 |
| 250 W HPS | \$8.93 | \$10.00 |
| 175 W Metal Halide | \$11.32 | \$12.67 |
| 400 W Metal Halide | \$15.91 | \$17.82 |
| 400 W MV | \$10.02 | \$11.22 |
| 1000 W Metal Halide | \$22.36 | \$25.04 |

Additionally, various amended or new regulatory and operating tariffs will be proposed as part of Jackson Purchase Energy Corporation's application for a general rate adjustment. These tariffs may, or may not, affect rates or services to your home, farm or business. The Kentucky Public Service Commission may order that the proposed amended or new regulatory and operating tariffs be approved in a manner which differs from those proposed in the application. Such action may affect rates or services to your home, farm or business.

Any corporation, association, body politic or person may, at no charge, obtain a full and complete copy of the aforesaid proposed amended or new regulatory and operating tariffs by requesting same at the offices of Jackson Purchase Energy Corporation, at the address set forth above, or by sending the following coupon via U.S. mail to the aforesaid offices of the Corporation. Any person may also view the proposed amended or new regulatory and operating tariffs by visiting the corporation's website at www.jpenergy.com .

COUPON

The undersigned hereby requests that Jackson Purchase Energy Corporation forthwith send to me by U.S. mail, at no charge to me, a full and complete copy of the proposed amended or new regulatory and operating tariffs which the Corporation has submitted, or intends to submit, to the Kentucky Public Service Commission as a part of its application for a general rate adjustment.

Name

Address

Date: _____