COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF JACKSON PURCHASE) ENERGY CORPORATION FOR APPROVAL OF) FLOW THROUGH RATES PURSUANT TO KRS) 278.455)

CASE NO. 2013-00384

<u>order</u>

On January 13, 2014, Jackson Purchase Energy Corporation ("Jackson Purchase") tendered for filing an application to pass through the effects of any wholesale rate adjustment granted to its wholesale power supplier, Big Rivers Electric Corporation ("Big Rivers"), in Case No. 2013-00199.¹ Jackson Purchase submitted its application pursuant to the authority of KRS 278.455(2) and proposed that its new rates become effective no sooner than the effective date in Case No. 2013-00199.

KRS 278.455(2) provides that the rates of a distribution cooperative shall become effective on the same date as those of its wholesale supplier. On July 18, 2013 the Commission suspended Big Rivers' proposed rates in Case No. 2013-00199 for six months up to and including January 27, 2014. Consequently, Jackson Purchase's proposed rates may not become effective until the Commission renders a decision on Big Rivers' proposed rates or until Big Rivers' rates become effective as a matter of law.

Based on a review of Jackson Purchase's application, the Commission finds that an investigation will be necessary to determine the reasonableness of the proposed

¹ Case No. 2013-00199, Application of Big Rivers Electric Corporation for a General Adjustment in Rates Supported by Fully Forecasted Test Period (Ky. PSC, filed June 28, 2013).

rates. Pursuant to KRS 278.190(2), the Commission will suspend the effective date of Jackson Purchase's proposed rates until April 27, 2014, which is the end of the tenmonth period under KRS 278.190(3) for the Commission to rule on Big Rivers' rate application. Big Rivers' rates have been suspended through January 27, 2014. Should Big Rivers lawfully place its proposed rates into effect on an interim basis subject to refund after the suspension period, Jackson Purchase may simultaneously place its proposed rates into effect to refund pursuant to KRS 278.455(2).

IT IS THEREFORE ORDERED that:

1. Jackson Purchase's proposed rates are suspended up to and including April 27, 2014, in order to match the end of the ten-month period under KRS 278.190(3) for the Commission to rule on Big Rivers' rate application.

2. Should Big Rivers lawfully place its proposed rates into effect on an interim basis subject to refund after January 27, 2014, Jackson Purchase may simultaneously place its proposed rates into effect on an interim basis subject to refund pursuant to KRS 278.455(2).

3. The procedural schedule set forth in the Appendix, which is attached hereto and incorporated herein, shall be followed.

4. a. All requests for information and responses thereto shall be appropriately bound, tabbed, and indexed and the original and nine copies shall be filed with the Commission, with copies to all parties of record. Any request for information by letter from the Commission Staff shall be responded to as if set forth in a Commission

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Order. All responses shall include the name of the witness who will be responsible for responding to questions related to the information provided.

b. Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or an association or a governmental agency, be accompanied by a signed certification of the preparer or person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

c. A party shall make timely amendment to any prior responses if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect.

d. For any requests to which a party fails or refuses to furnish all or part of the requested information, that party shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

5. Any party filing testimony shall file an original and nine copies with the Commission, with copies to all parties of record.

6. Jackson Purchase shall give notice of the hearing in accordance with the provisions set out in 807 KAR 5:001, Section 9(2)(b). At the time publication is requested, Jackson Purchase shall forward a duplicate of the notice and request to the Commission.

7. At any public hearing in this matter, neither opening statements nor summarization of direct testimonies shall be permitted.

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8. Pursuant to KRS 278.360 and 807 KAR 5:001, Section 9(9)(a), the record of the formal hearing in the matter shall be by videotape.

9. A person who submits a motion to intervene after January 27, 2014, and upon a showing of good cause is granted full intervention, shall accept and abide by the existing procedural schedule.

10. Any objections or motions relating to discovery or procedural dates shall be filed upon four business days' notice or the filing party shall explain, in writing, why such notice was not possible.

11. Motions for extensions of time with respect to the schedule herein shall be made in writing and will be granted only upon a showing of good cause.

12. Nothing contained herein shall prevent the Commission from entering further Orders in this matter.



ATTE81 Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00384 DATED JAN 1 7 2014

A person interested in becoming a party to this proceeding shall file a motion to intervene with the Commission pursuant to 807 KAR 5:001, Section 4(11), no later than	01/27/14
Initial requests for information to Jackson Purchase shall be filed no later than	01/27/14
Jackson Purchase shall file responses to initial requests for information no later than	02/03/14
Supplemental requests for information to Jackson Purchase shall be filed no later than	02/10/14
Jackson Purchase shall file responses to supplemental requests for information no later than	02/17/14
Intervenor testimony, if any, in verified prepared form shall be filed no later than	02/24/14
All requests for information to Intervenors shall be filed no later than	03/03/14
Intervenors shall file responses to requests for information no later than	03/10/14
Public Hearing, if needed, for the purpose of cross-examination of witnesses of Jackson Purchase and Intervenors	be scheduled

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