#### COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC

SERVICE COMMISSION OF THE

APPLICATION OF THE FUEL ADJUST—

MENT CLAUSE OF JACKSON COUNTY RURAL

ELECTRIC COOPERATIVE CORPORATION

FROM NOVEMBER 1, 1984, TO

OCTOBER 31, 1986

CASE NO. 9749

### ORDER

Pursuant to 807 KAR 5:056, Sections 1 (11) and 1 (12), the Public Service Commission ("Commission") issued its Order on November 14, 1986, scheduling a hearing to review the operation of the fuel adjustment clause of Jackson County Rural Electric Cooperative Corporation ("Jackson County") for the past 2 years and to determine the amount of fuel cost that should be transferred (rolled in) to the base rates in order to reestablish the fuel adjustment charge. Jackson County was not required to appear at the scheduled hearing unless an appearance was requested by the Attorney General's Utility and Rate Intervention Division or other interested parties or by the Commission on its own motion.

Jackson County filed all requested information, including its monthly fuel charges for the 2-year period under review and its affidavit of compliance with the provisions of the fuel adjustment clause as prescribed in 807 KAR 5:056. Following proper notice, no party of record requested Jackson County to appear at the hearing scheduled for February 10, 1987.

The Commission approved a transfer (roll-in) of (1.46) mills per KWH to the base rates of Jackson County's wholesale supplier, East Kentucky Power Cooperative, Inc., ("East Kentucky") in Case No. 9731. Approval of East Kentucky's proposal requires that Jackson County also be authorized to roll-in those same fuel costs to its base rates.

The Commission, having considered the evidence of record and being advised, finds that:

- 1. Jackson County has complied in all material respects with the provisions of 807 KAR 5:056.
- 2. Jackson County's wholesale supplier has been authorized to transfer (roll-in) to its base rates fuel costs of (1.46) mills per RWH in Case No. 9731.
- 3. Jackson County should be authorized to decrease the rates charged its customers by 1.60 mills per KWH in order to transfer fuel costs rolled-in by East Kentucky from the fuel adjustment clause to the base rates pursuant to the Commission's Order in Case No. 9731 and applicable line loss, and this can best be accomplished by a uniform reduction in all energy rates.
- 4. The revised rates and charges in Appendix A are designed to reflect the transfer of fuel costs from the fuel adjustment clause rate to the base rates.

IT IS THEREFORE ORDERED that:

(1) The charges and credits applied by Jackson County through the fuel adjustment clause for the period November 1, 1984, through October 31, 1986, be and they hereby are approved.

- (2) Jackson County be and it hereby is authorized to transfer to its base rates fuel costs transferred (rolled-in) by its wholesale supplier pursuant to Case No. 9731.
- (3) The rates in Appendix A be and they hereby are approved for service rendered by Jackson County on and after May 1, 1987, which is also the effective date for East Kentucky's rates.
- (4) Within 30 days from the date of this Order Jackson County shall file with the Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 28th day of April, 1987.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Williams

Commissioner

ATTEST:

#### APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 9749 DATED 4/28/87

The following rates and charges are prescribed for the customers in the area served by Jackson County Rural Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

# SCHEDULE 10 RESIDENTIAL, FARM AND NON-FARM SERVICE\*

### Rate

Customer Charge Per Month	\$4.85	
First 650 KWH Per Month	.06421	Per KWH
All Over 650 KWH Per Month	.05482	Per KWH

### SCHEDULE 10 - T-O-D RESIDENTIAL, FARM AND NON-FARM SERVICE T-O-D

### Rates:

\$4.85	
.06421	Per KWH
10.95	
.05482	Per KWH
.03679	Per KWH
.03116	Per KWH
	.06421 10.95 .05482

# SCHEDULE 20 COMMERCIAL, SMALL POWER, AND THREE-PHASE FARM SERVICE\*

#### Rate

Customer	Charge Per Month	\$5.35	Per KWH
	1,000 KWH Per Month	.06608	Per KWH
Next	1,000 KWH Per Month	.06447	Per KWH
All Over	2,000 KWH Per Month	.06161	Per KWH

### SCHEDULE 30 LARGE POWER SERVICE LESS THAN 50 KW\*

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Customer Charge Per Month	\$6.40		
Demand Charge Per Month	\$4.87	Per	KW
Energy Charge Per KWH			
First 1,000 KWH Per Month	.05818	Per	KWH
All Over 1,000 KWH Per Month	.05496	Per	KMH

## SCHEDULE 33 WATER PUMPING SERVICE\*

### Rate

Customer	Charge	Per	Month	\$10.70	
First	10,000	KWH	Per Month	.05791	Per KWH
Next	40,000	KWH	Per Month	.05547	Per KWH
All Over	50,000	KWH	Per Month	.05173	Per KWH

# SCHEDULE 40 LARGE POWER MORE THAN 50 KW BUT LESS THAN 275 KW\*

### Rate

Customer Charge Per Month	\$16.20	
Demand Charge Per Month	4.87	Per KW

### **Energy Charge**

First	10,000	KWH P	er Month	.05148	Per	KWH
Next	40,000	KWH P	er Month	.05007	Per	KWH
All Over	50,000	KWH P	er Month	.04806	Per	KWH

## SCHEDULE 43 LARGE POWER RATE - OVER 275 KW\*

### Rate

Customer Charge Per Month Demand Charge Per Month	\$32.00 4.87 Per	KW
Energy Charge		
First 150,000 KWH Per Month	.04706 Per	KWH

# SCHEDULE 44 LARGE POWER RATE - 1,000 KW AND OVER\*

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Customer Charge Per Month	\$32.00	
Demand Charge per KW	7.82	Per KW

### **Energy Charge**

 Pirst
 150,000 KWH Per Month
 .04706 Per KWH

 All Over 150,000 KWH Per Month
 .03915 Per KWH

# SCHEDULE 45 LARGE POWER RATE - 1,000 KW AND OVER

#### Rate

Customer Charge Per Month	\$32.00	
Demand Charge per KW	5.39	Per KW

### **Energy Charge**

First	150,000	KWH	Per	Month	.04706	Per	KWH
All Over	150,000	KWH	Per	Month	.03915	Per	KWH

## SCHEDULE 46 LARGE POWER RATE - 1,000 KW AND OVER

### Rate

Customer Charge Per Month	\$535.00		
Demand Charge per KW	5.39	Per	KW
Energy Charge	.03208	Per	KWH

# SCHEDULE 50 AND 60 SCHOOLS, CHURCHES AND COMMUNITY HALLS\*

#### Rate

Customer	Charge Per	Month	\$5.35		
Pirst	800 KWH Pe	r Month	.05796	Per	KWH
All Over	800 KWH Pe	r Month	.05540	Per	KWH

### SCHEDULE 52 ALL ELECTRIC SCHOOLS (A.E.S.)

#### Rate

Customer Charge Per Month All KWH

\$10.70

.05389 Per KWH

SCHEDULE SL OUTDOOR LIGHTING SERVICE - SECURITY LIGHTS\*

### Rate Per Light Per Month

175 Watt 90 KWH \$5.57 Per Month Mercury Vapor Lamp Sodium Vapor Lamp 22,000 Lumens 87 KWH 12.02 Per Month 30 KWH 8.11 Per Month Sodium Vapor Lamp 5,800 Lumens

\*Fuel Cost Adjustment Charge
All rates are applicable to the Fuel Adjustment Clause and may be increased or decreased by an amount per KWH equal to the fuel adjustment amount per KWH as billed by the wholesale power supplier plus an allowance for line losses. The allowance for line losses will not exceed 10 percent and is based on a 12-month moving average of such losses. This Fuel Clause is subject to all other applicable provisions as set out in 807 KAR 5:056.