

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 MEADE COUNTY RURAL) CASE NO. 9752
ELECTRIC COOPERATIVE CORPORATION)
FROM NOVEMBER 1, 1984, TO)
OCTOBER 31, 1986)

O R D E R

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 Meade County Rural Electric Cooperative Corporation ("Meade 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. Meade 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.

Meade 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 Meade County to appear at the hearing scheduled for February 10, 1987.

The Commission approved a transfer (roll-in) of (1.65) mills per KWH to the base rates of Meade County's wholesale supplier, Big Rivers Electric Corporation ("Big Rivers") in Case No. 9730. Approval of Big Rivers' proposal requires that Meade 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. Meade County has complied in all material respects with the provisions of 807 KAR 5:056.

2. Meade County's wholesale supplier has been authorized to transfer (roll-in) to its base rates fuel costs of (1.65) mills per KWH in Case No. 9730.

3. Meade County should be authorized to decrease the rates charged its customers by 1.78 mills per KWH in order to transfer fuel costs rolled-in by Big Rivers from the fuel adjustment clause to the base rates pursuant to the Commission's Order in Case No. 9730 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 Meade County through the fuel adjustment clause for the period November 1, 1984, through October 31, 1986, be and they hereby are approved.

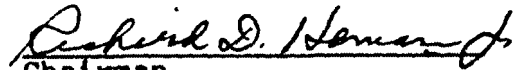
(2) Meade County be and it hereby is authorized to transfer to its base rates fuel costs transferred (rolled-in) by its wholesale supplier pursuant to Case No. 9730.

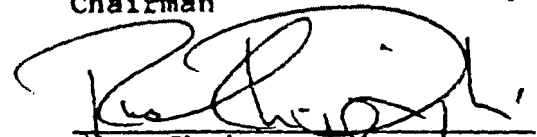
(3) The rates in Appendix A be and they hereby are approved for service rendered by Meade County on and after June 1, 1987, which is also the effective date for Big Rivers' rates.

(4) Within 30 days from the date of this Order Meade County shall file with the Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 11th day of May, 1987.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 9752 DATED 5/11/87

The following rates and charges are prescribed for the customers in the area served by Meade 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.

**RATE SCHEDULE 1 - RESIDENTIAL, FARM AND
NON-FARM, SCHOOLS AND CHURCHES***

Customer Charge - No KWH Usage	\$4.33
First 300 KWH Per Month	.05501
Next 700 KWH Per Month	.04177
All Over 1,000 KWH Per Month	.03800

RATE SCHEDULE 2 - COMMERCIAL RATE*

Customer Charge - No KWH Usage	\$4.33
First 500 KWH Per Month	.05974
Next 500 KWH Per Month	.05397
All Over 1,000 KWH Per Month	.04659

RATE SCHEDULE 3 - GENERAL SERVICE, 0-49 KVA*

Customer Charge - No KWH Usage	\$4.33
First 500 KWH Per Month	.05774
Next 500 KWH Per Month	.05268
All Over 1,000 KWH Per Month	.04516

RATE SCHEDULE 4 - LARGE POWER SERVICE, OVER 50 KVA*

Rates:

\$2.36 per month per KW of billing demand, plus energy charge of:

\$.04838 per KWH for the first 100 KWH used per month per KW of billing demand
 \$.04271 per KWH for the next 100 KWH used per month per KW of billing demand
 \$.04036 per KWH for the next 100 KWH used per month per KW of billing demand
 \$.03892 per KWH for all remaining KWH used per month

**RATE SCHEDULE 5 - OUTDOOR LIGHTING SERVICE
 INDIVIDUAL CONSUMERS***

175 Watt Unmetered - Per Month	\$5.78
175 Watt Metered - Per Month	3.65
400 Watt Unmetered - Per Month	7.46
400 Watt Metered - Per Month	3.65

**RATE SCHEDULE 6 - STREET LIGHTING SERVICE
 COMMUNITY, MUNICIPALITIES AND TOWNS***

175 Watt - Per Month	\$4.96
400 Watt - Per Month	6.71

*The monthly kilowatt hour usage shall be subject to plus or minus an adjustment per KWH determined in accordance with the "Fuel Adjustment Clause."