

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN INVESTIGATION OF JACKSON COUNTY)
RURAL ELECTRIC COOPERATIVE)
CORPORATION'S SPECIAL CONTRACT) CASE NO. 9966
TO SERVE MT. VERNON PLASTICS)

O R D E R

On June 24, 1987, Jackson County Rural Electric Cooperative Corporation ("Jackson County") filed a special contract setting forth terms and conditions for service to an industrial customer, Mt. Vernon Plastics. The special contract is dated May 4, 1987, and provides at paragraph 7 that Mt. Vernon Plastics shall pay for power and energy pursuant to Jackson County's standard tariff Schedule 46. However, paragraph 4 provides that Mt. Vernon Plastics shall receive a 5 percent discount for all power and energy delivered.

The Commission is of the opinion and hereby finds that further investigation and possible hearing will be necessary to determine the reasonableness of the special contract. The Commission further finds that, pending the results of this investigation, the special contract should be suspended and Jackson County should bill Mt. Vernon Plastics pursuant to its approved tariff Schedule 46.

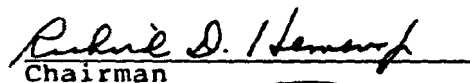
IT IS THEREFORE ORDERED that:

1. An investigation of the reasonableness of Jackson County's special contract to serve Mt. Vernon Plastics be and it hereby is initiated.

2. Jackson County's special contract to serve Mt. Vernon Plastics be and it hereby is suspended and Jackson County shall bill Mt. Vernon Plastics pursuant to its approved tariff Schedule 46.

Done at Frankfort, Kentucky, this 15th day of July, 1987.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director