

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF SOUTH KENTUCKY RURAL)
ELECTRIC COOPERATIVE CORPORATION'S)
REVISION TO ITS ELECTRIC POWER)
TARIFF)

CASE NO. 89-321

O R D E R

IT IS ORDERED that South Kentucky Rural Electric Cooperative Corporation ("South Kentucky") shall file the original and 12 copies of the following information with the Commission, with a copy to all parties of record. Each item of the data requested should be numbered and each page of each response should be appropriately indexed, e.g., Item No. 1(a), Page 2 of 4. The information requested herein is due no later than 10 days from the date of this Order.

1. Exhibit D of the application shows the calculation of an energy rate reduction of \$0.00063 per Kwh based on reduced power costs of \$301,159 and energy sales of 477,212,272 Kwh. This sales level reflects no Section B or C loads. However, according to East Kentucky Power Cooperative's application in Case No. 89-311,¹ one Section B or C load, Cumberland Wood and Chair at \$189,561,

¹ Case No. 89-311, The Notice of East Kentucky Power Cooperative, Inc. of a Revision to Its Wholesale Electric Power Tariff.

was deducted in determining the decrease in power costs. Provide a detailed explanation for:

a. The decision not to deduct a Section B or C load in determining the energy sales of 477,212,272. (This explanation should include any demand or sales data for Cumberland Wood and chair which supports the decision not to reflect a Section B or C load.)

b. In view of the decision not to reflect a Section B or C load, explain why the power cost reduction of \$301,159 matches the decrease calculated by East Kentucky which was based on one Section B or C load with revenue of \$189,561.

2. Provide, if needed, based on the responses to Item 1, a revised Exhibit D which reflects either (a) the deduction of the Section B or C load in deriving the level of energy sales, or (b) a revision to the reduction in power cost based on South Kentucky having no Section B or C loads.

Done at Frankfort, Kentucky, this 1st day of December, 1989.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Executive Director