COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE TARIFF FILING OF JACKSON COUNTY) RURAL ELECTRIC COOPERATIVE CORPORATION) CASE NO. 90-046 FOR LARGE POWER RATE)

ORDER

On February 26, 1990, Jackson County Rural Electric Cooperative Corporation ("Jackson County") filed proposed Rate Schedules 47, 48, and 49 which are designed for large consumers with contract demand of 1,000 KW and greater. These proposed rates are designed on the basis of East Kentucky Power Cooperative's ("EKPC") Wholesale Power Rate Schedule B. In a letter dated March 13, 1990 the Commission notified Jackson County that its filings were deficient in certain filing requirements. On March 26, 1990, Jackson County filed amended tariffs in which the deficiencies had been corrected.

The proposed rate schedules include a demand charge of \$5.39 per KW of contract demand. If a consumer's billing demand, which is determined to be contract demand plus any additional demand, exceeds contract demand, a demand charge of \$7.82 per KW is charged to the portion of billing demand which exceeds contract demand. In addition, the energy charges proposed by Jackson County reflect an increase in the wholesale energy charges included in EKPC's Schedule B. These energy adders are intended to recover Jackson County's distribution costs. Jackson County has applied a 7.78 mill energy adder to Schedule 47 (Large Power Rate - 1,000 KW to 4,999 KW), a 3 mill energy adder to Schedule 48 (Large Power Rate - 5,000 KW to 9,999 KW), and a 2 mill energy adder to Schedule 49 (Large Power Rate - 10,000 KW and over).

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that Jackson County's proposed large power rates are consistent with EKPC's approved Wholesale Power Rate Schedule B and should be approved.

IT IS THEREFORE ORDERED that:

1. Jackson County's Rate Schedules 47, 48, and 49, as amended and filed with the Commission on March 26, 1990, shall be and are hereby approved.

2. Within 20 days from the date of this Order, Jackson County shall file with this Commission signed copies of the approved rate schedules.

Done at Frankfort, Kentucky, this 3rd day of April, 1990.

PUBLIC SERVICE COMMISSION

Chairman Chairman

Commissioner

ATTEST:

Executive Director