

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 ADJUSTMENT CLAUSE OF KENTUCKY)	CASE NO. 90-363-A
UTILITIES COMPANY FROM NOVEMBER 1,)	
1990 TO APRIL 30, 1991)	

O R D E R

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on July 2, 1991 established this case to review and evaluate the operation of the fuel adjustment clause ("FAC") of Kentucky Utilities Company ("KU") for the 6 months ended April 30, 1991.

As part of this review, KU, pursuant to Commission Order, submitted certain information concerning its compliance with Commission Regulation 807 KAR 5:056. A public hearing was held on August 14, 1991.

The Commission has previously established KU's base fuel cost at 14.79 mills per Kwh.¹ A review of KU's monthly fuel clause filings show that the actual fuel costs incurred for the 6-month period under review ranged from a low of 13.22 mills in March 1991 to a high of 14.92 mills in November 1990, with a 6-month average of 14.06 mills.

¹ Case No. 90-363, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of Kentucky Utilities Company from November 1, 1988 to October 31, 1990. Order dated April 3, 1991.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds no evidence of improper calculation or application of KU's FAC charge or improper fuel procurement practices.

IT IS THEREFORE ORDERED that the charges and credits billed by KU through the FAC for the period November 1, 1990 to April 30, 1991 be and they hereby are approved.

Done at Frankfort, Kentucky, this 30th day of September, 1991.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

Commissioner

ATTEST:


Executive Director