COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF LICKING VALLEY) RURAL ELECTRIC COOPERATIVE) CORPORATION FOR AN ADJUST-) MENT TO ITS RETAIL ELECTRIC) POWER TARIFFS)

CASE NO. 94-393

ORDER

On December 2, 1994, Licking Valley Rural Electric Cooperative Corporation ("Licking Valley") filed an application to reduce its rates for retail electric service on January 1, 1995. In a motion dated December 16, 1994, Licking Valley has asked to amend its application and make its reduced rates effective December 31, 1994. The rate reduction is intended to pass on to its customers the proposed decrease in power costs from Licking Valley's wholesale power supplier, East Kentucky Power Cooperative, Inc. ("East Kentucky"). The Commission has permitted East Kentucky's proposed rates to become effective on January 1, 1995, subject to further modification after investigation by the Commission.¹

Based on the limited nature of its application, Licking Valley requests a waiver of the following filing requirements for general rate applications included in 807 KAR 5:001, Section 10: Sub-

¹ Case No. 94-336, Application of East Kentucky Power Cooperative, Inc. to Adjust Electric Rates, Orders dated December 2 and December 16, 1994.

sections (6)(h), (6)(i), (6)(j), (6)(k), (6)(n), (6)(r), and (6)(u). Good cause having been shown for the requested waivers, the Commission will grant Licking Valley's request.

Based on the evidence of record and being otherwise sufficiently advised, the Commission finds that Licking Valley's motion to amend its application and make its proposed rates effective December 31, 1994 is reasonable and should be approved. An investigation will be necessary to determine the reasonableness of the proposed rates and such investigation cannot be concluded by December 31, 1994. Licking Valley's proposed rates should be suspended until January 1, 1995, to coincide with the effective date of East Kentucky's proposed rates.

IT IS THEREFORE ORDERED that:

1. Licking Valley's application is hereby amended to make its proposed rates effective December 31, 1994.

2. The rates and charges proposed by Licking Valley be and they hereby are suspended for one day to become effective on January 1, 1995 subject to further modification by the Commission.

3. Licking Valley be and it hereby is granted a waiver from the general rate case filing requirements enumerated above.

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Done at Frankfort, Kentucky, this 20th day of December, 1994.

PUBLIC SERVICE COMMISSION

Chairman

Chairman

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ATTEST:

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Executive Director