

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF FARMERS RURAL)
ELECTRIC COOPERATIVE CORPORATION,)
INC. FOR AN ADJUSTMENT TO ITS RETAIL) CASE NO. 94-406
ELECTRIC POWER TARIFFS)

O R D E R

IT IS ORDERED that Farmers Rural Electric Cooperative Corporation, Inc. ("Farmers") shall file an original and 10 copies of the following information with this Commission, with a copy to all parties of record. Each copy of the information should be placed in a separate volume with each item numbered to correspond to the request included herein. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the person who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to ensure that it is legible. The information is due no later than February 14, 1995.

1. Refer to Exhibit C of the application. Provide workpapers, or reference the appropriate schedules in the application of East Kentucky Power Cooperative, Inc.,¹ which show the derivation of the amount of decrease in Farmers' wholesale

¹ Case No. 94-336, The Application of East Kentucky Power Cooperative, Inc. for an Adjustment to its Wholesale Power Tariffs.

power cost. This response should include the wholesale billing units used to derive the decrease in wholesale power costs.

2. Refer to Exhibit D of the application. Explain why none of the \$183,456 increase in load center charges has been allocated to Section C rates. Provide the number of customers currently served on Section C rates and the number of load centers, by size, from which this service is taken.

3. In the event Farmers' wholesale power cost is ultimately reduced by an amount greater than the decrease that went into effect January 1, 1995, should the additional reduction be reflected in retail rates by using the same allocation methodology proposed by Farmers? If no, explain fully.

Done at Frankfort, Kentucky, this 30th day of January, 1995.

PUBLIC SERVICE COMMISSION


Robert M. Davis
For the Commission

ATTEST:


Don Mills
Executive Director