COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ADJUSTMENT OF ELECTRIC RATES OF BEREA)
COLLEGE ELECTRIC UTILITY, A DEPARTMENT) CASE NO. 95-111
OF BEREA COLLEGE)

ORDER

On April 28, 1995, Berea College Electric Utility ("Berea Electric") filed an application for a general increase in electric rates of \$573,473, an increase of 11.3 percent in revenue. The city of Berea requested and was granted full intervenor status.

The Commission entered a procedural schedule which provided for extensive discovery. At the conclusion of discovery, Berea Electric requested an informal conference which was held on August 31, 1995. As a result of discussions held at the conference, a unanimous Stipulation was filed on September 11, 1995.

The Stipulation is intended to resolve all outstanding issues of fact and, if accepted by the Commission, will obviate the need for a hearing. The Stipulation provides that Berea Electric should be entitled to increase its electric rates to produce additional revenues of \$458,783. The new rates, to be effective with service rendered on and after November 1, 1995, will be designed as provided for in the Stipulation.

Based on the evidence of record and being otherwise sufficiently advised, the Commission hereby finds that the Stipulation is reasonable and should be accepted for rate-making

purposes. The rates that result from the Stipulation are reasonable and in accord with general accepted rate-making standards.

IT IS THEREFORE ORDERED that:

- as Appendix A, shall be accepted and approved.
- 2. The rates set forth in Appendix B to this Order shall be effective for service rendered on and after November 1, 1995.
- 3. The rates proposed by Berea Electric will produce revenue in excess of that provided for in the Stipulation and should be denied.
- 4. Within 30 days from the date of this Order, Berea Electric shall file new tariff sheets in accordance with 807 KAR 5:011, reflecting the new rates set forth in Appendix B.

Done at Frankfort, Kentucky, this 6th day of October, 1995.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Executive Director

APPENDIX A

AN APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION OF KENTUCKY IN CASE NO. 95-111 DATED OCTOBER 6, 1995.

COMMONWEALTH OF KENTUCKY

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BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

ADJUSTMENT OF ELECTRIC RATES OF BEREA COLLEGE ELECTRIC UTILITY, A DEPARTMENT OF BEREA COLLEGE

CASE NO. 95-111

STIPULATION

This Stipulation is entered into by and between Berea College Electric Utility ("Berea Electric"), the city of Berea, and the Public Service Commission Staff (collectively referred to as the "Parties").

Berea Electric filed an application with the Public Service Commission on April 28, 1995 requesting a general increase in electric rates of \$573,473, an increase of approximately 11.3 percent over test year adjusted total operating revenues of \$5,147,585 (as shown in the Application, Notice Exhibit 7, page 1 of 19). The city of Berea requested and was granted full intervenor status.

At the request of Berea Electric, an informal conference was held at the Commission's offices on August 31, 1995, with all parties in attendance. As a result of discussions held at that time, the Parties have agreed that the following provisions are reasonable based upon the evidence of record and should be accepted and adopted by the Public Service Commission.

- 1. Berea Electric shall be entitled to increase its electric rates to produce additional revenues of \$458,783 above test year adjusted total operating revenues.
- 2. Berea Electric shall be entitled to collect the additional revenues provided for in No. 1, above, by implementing new rates derived by taking the rates proposed in the Application, Notice Exhibit 3, and reducing on a pro rate basis each charge except the residential service charge.
- 3. Berea Electric shall be entitled to implement the new rates derived in No. 2, above, for service rendered on and after November 1, 1995.
- 4. Berea Electric and the city of Berea agree to waive any right that they may have to an evidentiary hearing and have this case submitted to the Public Service Commission for adjudication based on this Stipulation and the evidence of record. In the event that the Public Service Commission accepts without modification this Stipulation, Berea Electric and the city of Berea agree to waive their right to file for a rehearing before the Public Service Commission or an appeal to the Franklin Circuit Court.
- 5. In the event this Stipulation is not accepted and approved by the Public Service Commission, it shall become null and void and the Parties shall not be obligated or bound by any of the terms or provisions contained herein.

6. The provisions of this Stipulation are applicable to this proceeding only and establish no precedent on any issue that may subsequently arise in any future proceeding.

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APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 95-111 DATED OCTOBER 6, 1995.

The following rates and charges are prescribed for the customers in the area served by Berea College Electric Utility Djepartment. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

CLASS 1 RESIDENTIAL SERVICE

Rate:

Service	Charge, per meter, per month	\$4.00
First	500 KWH per month	.0514 per KWH
All Over	500 KWH per month	.0483 per KWH

CLASS 2 SMALL COMMERCIAL

Rate:

Service	Charge,	per meter, pe	r month	\$6.37		
First	2000 KW	H per month		.0589	per	KWH
All Over	2000 KW	H per month		.0558	-	

CLASS 3 LARGE COMMERCIAL

Rate:

Service Charge, per meter, per month	\$6.37
Demand Rate, per KW, per month	2.50
First 2000 KWH per month	.0498 per KWH
All Over 2000 KWH per month	.0475 per KWH

CLASS 4 INDUSTRIAL

Rate:

Demand Rate, per KW,	per month	\$6.27
All KWH per month		.0356 per KWH

CLASS 5 INDUSTRIAL

Rater

Demand Rate, per KW, per month All KWH per month

\$5.97 .0341 per KWH

CLASS 6 INDUSTRIAL

Rater

Demand Rate, per KW, per month All KWH per month

\$6.09 .0337 per KWH

CLASS 7 STREET LIGHTING

Rater

175 Watt M.V. New Pole	\$6.28 per month
175 Watt M.V. Existing Pole	5.32 per month
400 Watt M.V. Existing Pole	8.62 per month
100 Watt HPS New Pole	4.63 per month
100 Watt HPS Existing Pole	4.12 per month
250 Watt HPS New Pole	9.11 per month
250 Watt HPS Existing Pole	8.49 per month

CLASS 8 PRIVATE LIGHTING

Rater

			. New Pole		\$6.28	per	month
			. Existing		5.32	per	month
400	Watt	M.V.	. Existing	Pole	8.62	per	month
70	Watt	HPS	New Pole		3.51	per	month
70	Watt	HPS	Existing	Pole	3.00	per	month
100	Watt	HPS	New Pole		4.40	per	month
100	Watt	HPS	Existing	Pole	3.89	per	month
250	Watt	HPS	New Pole		9.11	per	month
250	Watt	HPS	Existing	Pole			month