

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF SHELBY RURAL)
ELECTRIC COOPERATIVE CORPORATION)
FOR AN ADJUSTMENT TO ITS RETAIL) CASE NO. 94-395
ELECTRIC POWER TARIFFS)

O R D E R

Shelby Rural Electric Cooperative Corporation ("Shelby") initiated this case to pass to its customers a decrease in power costs proposed by its wholesale power supplier, East Kentucky Power Cooperative, Inc. ("East Kentucky"). On July 26, 1995, the Commission approved changes in Shelby's retail rates designed to reflect an annual wholesale power cost decrease from East Kentucky of \$1,184,417.

The Commission has now concluded the rehearing phase of the East Kentucky rate case and has determined that its rates should be decreased further. This will result in an additional wholesale power cost decrease for Shelby of \$104,918, for an overall decrease of \$1,289,335. Accordingly, Shelby's retail rates have been reduced, as set forth in Appendix A of this Order, to pass this further reduction of \$104,918 to its customers effective with service rendered on and after March 1, 1996.

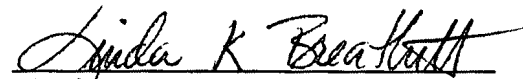
IT IS THEREFORE ORDERED that:


1. The rates in Appendix A, attached hereto and incorporated herein, are approved for service rendered on and after March 1, 1996.

2. Within 20 days of the date of this Order, Shelby shall file with the Commission revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky this 28th day of February, 1996.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 94-395 DATED FEBRUARY 28, 1996.

The following rates and charges are prescribed for the customers in the area served by Shelby Rural Electric Cooperative Corporation. 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.

RATE 1
GENERAL SERVICE

Rates:

Energy Charge:

First	600 KWH per month	\$.05973 per KWH
Next	1400 KWH per month	.05798 per KWH
All Over	2000 KWH per month	.05666 per KWH

RATE 2
LARGE POWER SERVICE

Rates:

Energy Charge:

First	100 KWH per KW Demand	\$.04599 per KWH
Next	100 KWH per KW Demand	.04042 per KWH
All Over	200 KWH per KW Demand	.03486 per KWH

RATE 3
OUTDOOR AND STREET LIGHTING SERVICE

Rates:

<u>Type of Fixture</u>	<u>Lumen Output</u>	<u>Monthly Charge</u>
HPS	7,000 - 10,000 Lumen	\$ 6.21
HPS	20,000 - 30,000 Lumen	8.58
HPS	4000 Lumen Decorative	8.64
HPS	50,000 Lumen Directional	11.14

RATE 4
STANDBY POWER RATE

Rates:

Energy Charge:

First	100 KWH per KW Demand	\$.04367 per KWH
Next	100 KWH per KW Demand	.03867 per KWH
All Over	200 KWH per KW Demand	.03190 per KWH

OFF-PEAK RETAIL MARKETING - ETS

Rates:

All KWH	\$.03400 Per KWH
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LARGE INDUSTRIAL RATE SCHEDULE - B-1

Rates:

All KWH	\$.02782 Per KWH
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LARGE INDUSTRIAL RATE SCHEDULE - B-2

Rates:

All KWH	\$.02282 Per KWH
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LARGE INDUSTRIAL RATE SCHEDULE - B-3

Rates:

All KWH	\$.02182 Per KWH
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LARGE INDUSTRIAL RATE SCHEDULE - C-1

Monthly Rate:

Energy Charge	\$.02782 Per KWH
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LARGE INDUSTRIAL RATE SCHEDULE - C-2

Monthly Rate:

Energy Charge	\$.02282 Per KWH
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LARGE INDUSTRIAL RATE SCHEDULE - C-3

Monthly Rate:

Energy Charge	\$.02182 Per KWH
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