

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 FARMERS)
RURAL ELECTRIC COOPERATIVE CORPORATION) CASE NO. 94-468-B
FROM MAY 1, 1995 TO OCTOBER 31, 1995)

O R D E R

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on December 20, 1995 established this case to review and evaluate the operation of the fuel adjustment clause ("FAC") of Farmers Rural Electric Cooperative Corporation ("Farmers") for the 6 months ended October 31, 1995.

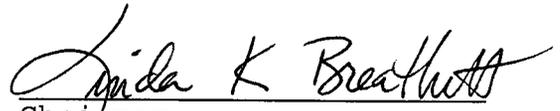
As part of this review, the Commission ordered Farmers to submit certain information concerning its compliance with Commission Regulation 807 KAR 5:056. Farmers has complied with this Order. The Commission further ordered that a public hearing be held in this case but cancelled it when, after publication of notice, no interested party advised the Commission of its intention to attend.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that Farmers has properly calculated and applied its FAC charge.

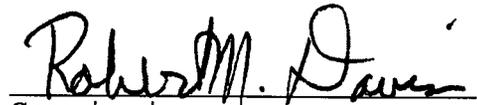
IT IS THEREFORE ORDERED that the charges and credits applied by Farmers through the FAC for the period May 1, 1995 through October 31, 1995 be and they hereby are approved.

Done at Frankfort, Kentucky, this 23rd day of May, 1996.

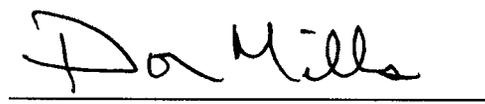
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director