

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 JACKSON)	CASE NO. 94-477-B
PURCHASE ELECTRIC COOPERATIVE)	
CORPORATION 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 Jackson Purchase Electric Cooperative Corporation ("Jackson Purchase") for the 6 months ended October 31, 1995.

As part of this review, the Commission ordered Jackson Purchase to submit certain information concerning its compliance with Commission Regulation 807 KAR 5:056. Jackson Purchase 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.

Jackson Purchase is a distribution cooperative which purchases its power from Big Rivers Electric Corporation ("Big Rivers"). In Case No. 94-458-B,¹ the Commission

¹ Case No. 94-458-B, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of Big Rivers Electric Corporation from May 1, 1995 to October 31, 1995.

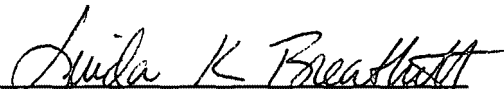
found that Big Rivers incurred unreasonable fuel costs and ordered Big Rivers to return \$1,086,468, with interest, to its members via a monthly credit to its fuel cost over a 6-month period beginning July 1996. These credits will, in turn, be passed through to Jackson Purchase's customers through the normal operation of its FAC.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that during the period under review Jackson Purchase has complied in all material respects with the provisions of Commission Regulation 807 KAR 5:056.


IT IS THEREFORE ORDERED that this case be and it hereby is closed.

Done at Frankfort, Kentucky, this 9th day of July, 1996.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director