

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
PURCHASE ELECTRIC COOPERATIVE)
CORPORATION FROM NOVEMBER 1, 1992)
TO OCTOBER 31, 1994)

O R D E R

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on December 14, 1994 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 two years ended October 31, 1994.

As part of this review, the Commission ordered Jackson Purchase to submit certain information and an affidavit attesting to 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. 94-458,¹ the Commission found that Big Rivers incurred unreasonable fuel costs and ordered Big Rivers to return \$993,129, with interest, to its members via a monthly credit to its fuel cost over a three-month period. 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:

1. Jackson Purchase has complied in all material respects with the provisions of Commission Regulation 807 KAR 5:056 during the period under review.

2. Big Rivers has been authorized to transfer (roll-in) a 0.28 mills per Kwh decrease in its base fuel cost to its base rates.²

3. Jackson Purchase should be authorized to transfer (roll-in) a 0.30 mills per Kwh decrease in its base fuel costs to its base rates to reflect, as adjusted for line loss, the transfer of a 0.28 mills per Kwh decrease in Big Rivers' base rates. This

¹ Case No. 94-458, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of Big Rivers Electric Corporation from November 1, 1992 to October 31, 1994, Order dated March 5, 1996.

² Id.

transfer can best be accomplished by a negative energy adder to each Kwh sold.

4. The rates and charges in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable, and reflect the transfer of fuel costs from the FAC to the base rate.

IT IS THEREFORE ORDERED that:

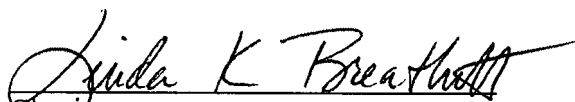
1. Jackson Purchase be and it hereby is authorized to transfer to base rates those fuel costs (as adjusted for line-loss) rolled-in by Big Rivers from its FAC to its base rates.

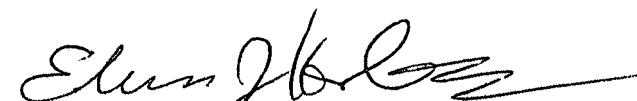
2. The rates in Appendix A are approved for service rendered by Jackson Purchase on and after April 1, 1996.

3. Within 30 days of the date of this Order, Jackson Purchase shall file with the Commission revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 22nd day of March, 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. 94-477 DATED MARCH 22, 1996

The following rates and charges are prescribed for the customers in the area served by Jackson Purchase 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.

SCHEDULE R
RESIDENTIAL

Monthly Rate:

Energy Charge

First 400 KWH	Per KWH per month	\$.08146
Next 600 KWH	Per KWH per month	.05878
Over 1,000 KWH	Per KWH per month	.05426

SCHEDULE C
SMALL COMMERCIAL

Monthly Rate:

Energy Charge

First 500 KWH	Per KWH per month	\$.08163
Next 500 KWH	Per KWH per month	.07185
Next 5,000 KWH	Per KWH per month	.06583
Over 6,000 KWH	Per KWH per month	.05443

SCHEDULE D - COMMERCIAL AND INDUSTRIAL
SERVICE AND THREE-PHASE SERVICE

Monthly Rate:

Energy Charge

First 200 KWH	Per KWH per month	\$.03997
Over 200 KWH	Per KWH per month	.03696

SCHEDULE SP
SEASONAL POWER SERVICE

Rate Per Year

First 1,500 KWH	Per KWH per year	\$.14054
Next 500 KWH/H.P.	Per KWH per year	.10127
All Additional KWH	Per KWH per year	.06047

SCHEDULE I
INDUSTRIAL SERVICE

Monthly Rate:

Energy Charge

All KWH	Per KWH per month	\$.195576
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SCHEDULE OL
OUTDOOR LIGHTING

Monthly Rate:

175 Watt Mercury Vapor Lamp	Per month per lamp	\$ 6.91
400 Watt Mercury Vapor Lamp	Per month per lamp	10.32
100 Watt High Pressure Sodium	Per month per lamp	6.86
250 Watt High Pressure Sodium	Per month per lamp	9.15
250 Watt High Pressure Sodium	Per month per lamp	9.65
(Flood)		
175 Watt Metal Halide	Per month per lamp	11.48
400 Watt Metal Halide	Per month per lamp	16.23

SCHEDULE ND - COMMERCIAL AND INDUSTRIAL
AND ALL OTHER THREE-PHASE SERVICE
(UNDER 25 KVA)

Monthly Rate:

Energy Charge

First 500 KWH	Per KWH per month	\$.08163
Next 500 KWH	Per KWH per month	.07184
Next 5,000 KWH	Per KWH per month	.06583
Over 6,000 KWH	Per KWH per month	.05443

SCHEDULE CSL
COMMUNITY AND PUBLIC STREET LIGHTING

Monthly Energy Charge per Lamp

Per Rated KWH	.03536
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