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 GREEN RIVER ELECTRIC CORPORATION FROM NOVEMBER 1, 1994 TO OCTOBER 31, 1996

CASE NO. 96-534

<u>O R D E R</u>

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on November 14, 1996 established this case to review and evaluate the operation of the Fuel Adjustment Clause ("FAC") of Green River Electric Corporation ("Green River") for the two years ended October 31, 1996.

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

1. Green River has complied in all material respects with the provisions of Commission Regulation 807 KAR 5:056.

2. Big Rivers, the wholesale supplier of Green River, has been authorized to retain its present base fuel cost of 12.62 mills per KWH; therefore, no change is required to Green River's base fuel cost.¹

IT IS THEREFORE ORDERED that the charges and credits applied by Green River through the FAC for the period of November 1, 1994 to October 31, 1996 be and they hereby are approved.

Done at Frankfort, Kentucky, this 11th day of August, 1998.

PUBLIC SERVICE COMMISSION

Vice Chairmán

ommíssioner

ATTEST Executive Director

¹ Case No. 96-521, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of Big Rivers Electric Corporation From November 1, 1994 to October 31, 1996.