

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 HARRISON) CASE NO. 2002-00226
ELECTRIC CORPORATION FROM NOVEMBER 1,)
2001 TO DECEMBER 31, 2001)

ORDER

Pursuant to Administrative Regulation 807 KAR 5:056, the Commission on July 1, 2002, established this case to review and evaluate the operation of the fuel adjustment clause (FAC) of Harrison Electric Corporation (Harrison) for the two months ended December 31, 2001. Effective January 1, 2002, Harrison and Blue Grass Energy Corporation (Bluegrass) merged and Harrison ceased providing retail electric service as a separate entity. Bluegrass now serves all persons that Harrison previously served.

As part of this review, the Commission ordered Harrison to submit certain information concerning its compliance with Administrative Regulation 807 KAR 5:056. Harrison 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 no evidence that Harrison has improperly calculated or applied its FAC charge.

IT IS THEREFORE ORDERED that the charges and credits applied by Harrison through the FAC for the period November 1, 2001 through December 31, 2001 are approved.

Done at Frankfort, Kentucky, this 24th day of October, 2002.

By the Commission

ATTEST:


Executive Director