

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 CUMBERLAND) CASE NO. 2003-00198
VALLEY ELECTRIC, INC. FROM NOVEMBER 1,)
2002 TO APRIL 30, 2003)

ORDER

Pursuant to Administrative Regulation 807 KAR 5:056, the Commission, on June 19, 2003, established this case to review and evaluate the operation of the fuel adjustment clause (FAC) of Cumberland Valley Electric, Inc. (Cumberland) for the 6 months ended April 30, 2003.

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

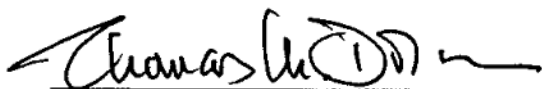
The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds no evidence that Cumberland has improperly calculated or applied its FAC charge.

IT IS THEREFORE ORDERED that the charges and credits applied by Cumberland through the FAC for the period November 1, 2002 through April 30, 2003 are approved.

Done at Frankfort, Kentucky, this 22nd day of October, 2003.

By the Commission

ATTEST:

A handwritten signature in black ink, appearing to read "Thomas H. (T) [unclear]", written over a horizontal line.

Executive Director