

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE APPLICATION OF)	
THE FUEL ADJUSTMENT CLAUSE OF SHELBY)	CASE NO.
ENERGY COOPERATIVE, INC. FROM MAY 1,)	2003-00450
2003 TO OCTOBER 31, 2003)	

ORDER

Pursuant to Administrative Regulation 807 KAR 5:056, the Commission, on December 22, 2003, established this case to review and evaluate the operation of the fuel adjustment clause ("FAC") of Shelby Energy Cooperative, Inc. ("Shelby") for the six months ended October 31, 2003.

As part of this review, the Commission ordered Shelby to submit certain information concerning its compliance with Commission Regulation 807 KAR 5:056. Shelby 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 Shelby has improperly calculated or applied its FAC charge.

IT IS THEREFORE ORDERED that the charges and credits applied by Shelby through the FAC for the period May 1, 2003 through October 31, 2003 are approved.

Done at Frankfort, Kentucky, this 14th day of April, 2004.

By the Commission

ATTEST:

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

Executive Director