

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 OWEN)
COUNTY RURAL ELECTRIC)
COOPERATIVE CORPORATION)
FROM NOVEMBER 1, 1981, TO)
APRIL 30, 1982)

CASE NO. 8078-C

O R D E R

Pursuant to 807 KAR 5:056, Section 1(11), the Commission issued an Order on April 28, 1982, requiring Owen County Rural Electric Cooperative Corporation ("Owen County") to notify its customers of a hearing to be held on July 15, 1982. Owen County was not required to appear at the scheduled hearing unless an appearance was requested by the Attorney General's Division of Consumer Protection or other interested parties, or by the Commission on its own motion. Following proper notice, no party of record requested Owen County to appear at the hearing scheduled for July 15, 1982.

Owen County filed an affidavit stating its compliance with the Fuel Adjustment Clause. Owen County has also filed its monthly fuel charges for the 6-month period under review.

After reviewing Owen County's monthly Fuel Adjustment Clause ("FAC") filings, the Commission found various filing

errors. These filing errors resulted in an overstatement of Owen County's recoverable fuel costs of \$5126.20. The Commission is of the opinion that Owen County should adjust its next monthly FAC filing by \$5126.20.

The Commission is of the opinion that a procedure should be established for setting dates for future Fuel Adjustment Clause hearings to improve the planning process for all parties. Therefore, the Commission concludes that future Fuel Adjustment Clause hearings should be held on the third Thursday of the third month following the end of the period under review. Thus, since the periods under review end in April and October, hearings will be held in July and January.

The Commission, after examining the evidence of record and being advised, finds that:

1. With the exception of filing errors discussed herein, Owen County has complied in all material respects with the requirements of 807 KAR 5:056.

2. Owen County should adjust its next monthly FAC filing by \$5126.20 to correct previous filing errors using a separate line item as shown in Appendix A.

3. The date of the 2-year review hearing should be fixed at the conclusion of this proceeding. 807 KAR 5:056, Section 1(12).

IT IS THEREFORE ORDERED that Owen County shall adjust its next monthly FAC filing by \$5126.20 using a separate line item as shown in Appendix A.

IT IS FURTHER ORDERED that the next Fuel Adjustment Clause hearing in Case No. 8611, for the purpose of examining the application of the Fuel Adjustment Clause from November 1, 1980, to October 31, 1982, be and it hereby is set for January 20, 1983, at 9:00 a.m., Eastern Standard Time, at the Commission's offices in Frankfort, Kentucky, and Owen County shall give proper notice to its customers of the date, time, place and purpose of the hearing.

Done at Frankfort, Kentucky, this 12th day of October, 1982.

PUBLIC SERVICE COMMISSION

Chairman

Katherine Russell

Vice Chairman

Lem Carver

Commissioner

ATTEST:

Secretary

Purchased Power - Month of: September 1982

Disposition of Energy (KWH) - Month of: _____

1. Fuel Adjustment Charge (Credit):
Billed by Supplier \$ _____

9. Total Purchases for the Month: _____

b. (Over) Under Recovery on L20 _____

10. Sales (Ultimate Consumer) _____

b.1. FAC Adjustment* _____

11. Company Use: _____

c. Unrecoverable - Schedule 1 _____

12. Total Sales (L9 + L10) _____

d. Recoverable Fuel Cost (L1a + L1b minus 1c) _____

13. Line Loss and Unaccounted For (L9 Less L12) _____

2. Number of KWH Purchased _____

Under or (Over) Recovery

3. Supplier's FAC:

a. \$ Per KWH (L1a ÷ L2) _____

14. Last Distributor FAC Rate Billed to All Cycles _____

b. ¢ Per KWH (L3a x 100) _____

15. Gross KWH Billed at the Rate on L14 _____

4. Sales as a Percent of Purchases (100% Less Percentage on L6) _____

16. Adjustments to Customer Bills (KWH) _____

5. Calculation of Distributor's FAC:

a. Recovery Rate \$ Per KWH (L1d ÷ L2) _____

17. Net KWH Billed at the Rate on L14 (L15 Less L16) _____

b. FAC \$ Per KWH (L5a ÷ L4) _____

18. FAC Revenue (Refund) Resulting From the Rate on L14 _____

c. ¢ Per KWH (L5b x 100) _____

19. Fuel Charge (Credit) Used to Compute the Rate on L14 _____

Line Loss _____

6. Twelve Months Average (\$) _____

20. Total (Over) Under Recovery (L18 Less L19) _____

7. Last Month Used to Compute L6 _____

8. Line Loss for Month on L7 (\$) _____

*Per Commission's Order in Case No. 8078-C

L5c above reflects a Fuel Adjustment Charge (Credit) of 7.0000 ¢/KWH to be applied to bills rendered on and after _____, 19____. Date of Issue _____, 19____. Issued by _____

Title _____

Address _____

Telephone Number _____

Purchased Power - Month of: October 1982

Disposition of Energy (KWH) - Month of: _____

Fuel Adjustment Charge (Credit):
Billed by Supplier \$ _____

9. Total Purchases for the Month: _____
10. Sales (Ultimate Consumer) _____

b. (Over) Under Recovery on L20
b.1. FAC Adjustment* (3410.69)

11. Company Use: _____

c. Unrecoverable - Schedule 1

12. Total Sales (L9 + L10) _____

d. Recoverable Fuel Cost (L1a
+ L1b minus 1c)

13. Line Loss and Unaccounted For
(L9 Less L12) _____

1. Number of KWH Purchased _____

Under or (Over) Recovery _____

3. Supplier's FAC:

a. \$ Per KWH (L1a + L2) _____

14. Last Distributor FAC Rate Billed
to All Cycles _____

b. ¢ Per KWH (L3a x 100) _____

15. Gross KWH Billed at the Rate on L14 _____

4. Sales as a Percent of Purchases
(100% less percentage on L6) _____

16. Adjustments to Customer Bills (KWH) _____

5. Calculation of Distributor's FAC:

a. Recovery Rate \$ Per KWH
(L1d ÷ L2) _____

17. Net KWH Billed at the Rate on L14
(L15 Less L16) _____

b. FAC \$ Per KWH (L5a ÷ L4) _____

18. FAC Revenue (Refund) Resulting
From the Rate on L14 _____

c. ¢ Per KWH (L5b x 100) _____

19. Fuel Charge (Credit) Used to
Compute the Rate on L14 _____

Line Loss

20. Total (Over) Under Recovery
(L18 Less L19) _____

6. Twelve Months Average (8) _____

7. Last Month Used to Compute L6 _____

8. Line Loss for Month on L7 (8) _____

Per Commission's Order in Case No. 8078-C
L1c above reflects a Fuel Adjustment Charge

(Credit) of _____ ¢/KWH to be applied to bills rendered

on and after _____, 19____. Date of Issue _____

_____, 19____. Issued by _____

Title _____

Address _____

Telephone Number _____