

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 SHELBY) CASE NO. 8080-C
RURAL ELECTRIC COOPERATIVE)
CORPORATION FROM NOVEMBER 1,)
1981, TO APRIL 30, 1982)

O R D E R

Pursuant to 807 KAR 5:056, Section 1(11), the Commission issued an Order on April 28, 1982, requiring Shelby Rural Electric Cooperative Corporation ("Shelby") to notify its customers of a hearing to be held on July 15, 1982. Shelby 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 Shelby to appear at the hearing scheduled for July 15, 1982.

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

After reviewing Shelby's monthly Fuel Adjustment Clause ("FAC") filings, the Commission found various filing errors.

These filing errors resulted in an overstatement of Shelby's recoverable fuel costs of \$1458.38. The Commission is of the opinion that Shelby should adjust its next monthly FAC filing by \$1458.38.

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, Shelby has complied in all material respects with the requirements of 807 KAR 5:056.

2. Shelby should adjust its next monthly FAC filing by \$1458.38 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 Shelby shall adjust its next monthly FAC filing by \$1458.38 using a separate line item as shown in Appendix A.

IT IS FURTHER ORDERED that the next Fuel Adjustment Clause hearing in Case No. 8613, 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 Shelby 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 Randall

Vice Chairman

Don Carrigan

Commissioner

ATTEST:

Secretary

COMPANY _____

POWER SUPPLIER _____

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*	(466.79)	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	_____	<u>Under or (Over) Recovery</u>	_____
3. Supplier's FAC:	_____	14. Last Distributor FAC Rate Billed to All Cycles	_____
a. \$ Per KWH (L1a ÷ L2)	_____	15. Gross KWH Billed at the Rate on L14	_____
b. ¢ Per KWH (L3a x 100)	_____	16. Adjustments to Customer Bills (KWH)	_____
4. Sales as a Percent of Purchases (1008 less percentage on L6)	_____	17. Net KWH Billed at the Rate on L14 (L15 Less L16)	_____
5. Calculation of Distributor's FAC:	_____	18. FAC Revenue (Refund) Resulting From the Rate on L14	_____
a. Recovery Rate \$ Per KWH (L1d ÷ L2)	_____	19. Fuel Charge (Credit) Used to Compute the Rate on L14	_____
b. FAC \$ Per KWH (L5a ÷ L4)	_____	20. Total (Over) Under Recovery (L18 Less L19)	_____
c. ¢ Per KWH (L5b x 100)	_____		_____
<u>Line Loss</u>	_____		_____
6. Twelve Months Average (%)	_____		_____
7. Last Month Used to Compute L6	_____		_____
3. Line Loss for Month on L7 (%)	_____		_____

*Per Commission's Order in Case No. 8080-C

5c above reflects a Fuel Adjustment Charge (Credit) of _____ ¢/KWH to be applied to bills rendered

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: _____

- 1. Fuel Adjustment Charge (Credit): \$ _____
Billed by Supplier _____
- b. (Over) Under Recovery on L20 _____
b.1. FAC Adjustment* (991.59)
c. Unrecoverable - Schedule 1 _____
- d. Recoverable Fuel Cost (L1a + L1b minus 1c) _____
- 2. Number of KWH Purchased _____
- 3. Supplier's FAC: _____
a. \$ Per KWH (L1a ÷ L2) _____
b. ¢ Per KWH (L3a x 100) _____
- 4. Sales as a Percent of Purchases (100% less percentage on L6) _____
- 5. Calculation of Distributor's FAC: _____
a. Recovery Rate \$ Per KWH (L1d ÷ L2) _____
b. FAC \$ Per KWH (L5a ÷ L4) _____
c. ¢ Per KWH (L5b x 100) _____
- Line Loss _____
- 5. Twelve Months Average (%) _____
- 7. Last Month Used to Compute L6 _____
- 1. Line Loss for Month on L7 (%) _____

- 9. Total Purchases for the Month: _____
- 10. Sales (Ultimate Consumer) _____
- 11. Company Use: _____
- 12. Total Sales (L9 + L10) _____
- 13. Line Loss and Unaccounted For (L9 Less L12) _____
- Under or (Over) Recovery _____
- 14. Last Distributor FAC Rate Billed to All Cycles _____
- 15. Gross KWH Billed at the Rate on L14 _____
- 16. Adjustments to Customer Bills (KWH) _____
- 17. Net KWH Billed at the Rate on L14 (L15 Less L16) _____
- 18. FAC Revenue (Refund) Resulting From the Rate on L14 _____
- 19. Fuel Charge (Credit) Used to Compute the Rate on L14 _____
- 20. Total (Over) Under Recovery (L18 Less L19) _____

*Per Commission's Order in Case No. 8080-C

5c above reflects a Fuel Adjustment Charge (Credit) of 7.000 ¢/KWH to be applied to bills rendered

and after _____, 19____, Date of Issue _____, 19____, Issued by _____

Title _____

Address _____

Telephone Number _____