COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE

COMMISSION OF THE APPLICATION OF THE

FUEL ADJUSTMENT CLAUSE OF HENDERSONUNION RURAL ELECTRIC COOPERATIVE

CORPORATION FROM NOVEMBER 1, 1980, TO

OCTOBER 31,1982

ORDER

July 7, 1983, the Public Service Commission On ("Commission") entered an Order in Case No. 8604 wherein it approved the fuel adjustment charges collected Henderson-Union Rural Electric Cooperative Corporation ("Henderson-Union") through the fuel adjustment clause for the period November 1, 1980, through October 31, 1982, and authorized Henderson-Union to adjust its rates in order to transfer to its base rates fuel costs transferred by its wholesale supplier pursuant to Case No. 8587.

Henderson-Union notified the Commission by letter dated July 12, 1983, that Appendix A to the Order is incorrect in that the energy charge adder used in calculating rates for Schedule LP-4 and rates to Industrial Consumers Served Under Special Contracts should have been that of the wholesale electric supplier, rather than that of Henderson-Union, since there is no line loss associated with Henderson-Union's service to these customers.

The Commission has confirmed Henderson-Union's findings and amended the Appendix to the Order issued in this Case.

IT IS THEREFORE ORDERED that Revised Appendix A be and it hereby is approved for service rendered on and after July 1, 1983.

IT IS FURTHER ORDERED that all other provisions of the Commission's Order entered July 7, 1983, not amended herein shall remain in full force and effect.

Done at Frankfort, Kentucky, this 27th day of July, 1983.

PUBLIC SERVICE COMMISSION

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ATTEST:

Secretary

REVISED APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 8604 DATED JULY 27, 1983

The following rates and charges are prescribed for the customers in the area served by Henderson-Union Rural Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

Schedule LP-4 - Large Power (Over 2000 KVA)*

Customer Charge per delivery point Demand Charge per KW Energy Charge per KWH:

\$17.20 6.25

First 100,000 KWH All Over 100,000 KWH 0.030876

Industrial Consumers Served Under Special Contracts*

Peabody Coal Company

The monthly delivery point rate shall be:

- (a) A demand charge of \$6.25 per kilowatt of billing demand.
- (b) Plus an energy charge of: 23.6258 mills per KWH consumed.

The Anaconda Company

The monthly delivery point rate shall be:

- (a) A demand charge of \$6.25 per kilowatt of billing demand.
- (b) Plus an energy charge of: 20.231 mills per KWH consumed.