

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF JACKSON COUNTY)
RURAL ELECTRIC COOPERATIVE)
CORPORATION OF MCKEE,)
KENTUCKY, AUTHORIZING) CASE NO. 9966
INDUSTRIAL POWER AGREEMENT)
WITH MT. VERNON PLASTICS)

O R D E R

On April 3, 1987, the Commission approved Jackson County Rural Electric Cooperative Corporation's ("Jackson County's") proposed rate Schedule 46 which would pass through East Kentucky Power Cooperative, Inc.'s ("EKPC's") wholesale rate Schedule C. To qualify, a customer must have a long-term contract to purchase power.

On June 24, 1987, Jackson County filed a special industrial power agreement with Mount Vernon Plastics Corporation ("Mt. Vernon"). Paragraph 4 of the industrial power agreement reads,

Service shall be furnished at a primary distribution voltage and a discount of five percent (5%) shall apply to the demand and energy charges. Cooperative will meter on the primary side of point of delivery agreed upon by the Cooperative and the customer.

The Commission questioned the consistency of paragraph 4 with Schedule 46; thus, the contract was suspended.

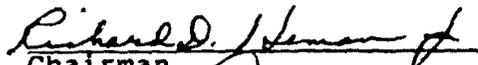
On August 3, 1987, Jackson County and Mt. Vernon filed letters agreeing to delete paragraph 4 from the industrial power agreement.

The Commission, having considered the evidence of record and being advised, is of the opinion and finds that the industrial power agreement with the letters deleting paragraph 4 as attachments to the agreement is reasonable and should be accepted.

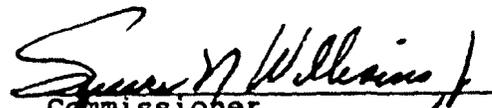
IT IS THEREFORE ORDERED that the amended industrial power agreement between Jackson County and Mt. Vernon be and hereby is approved for electric service on and after the date of this Order.

Done at Frankfort, Kentucky, this 25th day of August, 1987.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director