

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE)	
APPLICATION OF THE FUEL)	
ADJUSTMENT CLAUSE OF FLEMING-)	CASE NO.
MASON ENERGY COOPERATIVE, INC.)	2010-00501
FROM NOVEMBER 1, 2008 THROUGH)	
OCTOBER 31, 2010)	

O R D E R

Pursuant to 807 KAR 5:056, the Commission, on January 26, 2011, established this case to review and evaluate the application of the Fuel Adjustment Clause ("FAC") of Fleming-Mason Energy Cooperative, Inc. ("Fleming-Mason") for the two-year period from November 1, 2008 through October 31, 2010.

As part of this review, the Commission ordered Fleming-Mason to submit certain information and an affidavit attesting to its adherence to 807 KAR 5:056. The Commission further ordered that a public hearing be held in this case but cancelled it when, after publication of notice, no interested person advised the Commission of his or her intent to attend.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. During the period under review, Fleming-Mason has complied in all material respects with the provisions of 807 KAR 5:056.
2. East Kentucky Power Cooperative, Inc. ("East Kentucky"), the wholesale supplier of Fleming-Mason, has been authorized to transfer (roll-in) to its base energy

rates a negative 6.39 mills per kWh of fuel costs that were being credited to customers through its FAC.¹

3. Except for its direct-served customer, Fleming-Mason should be authorized to transfer (roll-in) to its base energy rates a negative 6.67 mills per kWh to reflect, as adjusted for line loss, the transfer (roll-in) by East Kentucky of a negative 6.39 mills per kWh of fuel costs to East Kentucky's base energy rates that were being credited to customers through its FAC. As there is no line loss adjustment for direct-served customers, Fleming-Mason should be authorized to deduct 6.39 mills per kWh from the base energy rate applicable to its direct-served customer.

4. The rates and charges in the Appendix to this Order are fair, just, and reasonable, and reflect the reduction of fuel costs included in its base energy rates.

IT IS THEREFORE ORDERED that:

1. The charges and credits applied by Fleming-Mason through the FAC for the period from November 1, 2008 through October 31, 2010 are approved.

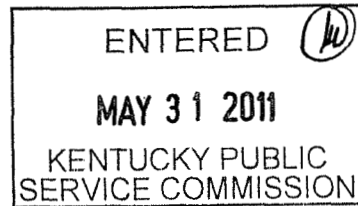
2. Except for its direct-served customer, Fleming-Mason shall deduct 6.67 mills per kWh from its base energy rates (as adjusted for line loss) to reflect the transfer (roll-in) of a negative 6.39 mills per kWh of fuel costs by East Kentucky to its base energy rates as approved in Case No. 2010-00491. As there is no line loss adjustment for direct-served customers, Fleming-Mason shall deduct 6.39 mills per kWh from the base energy rate applicable to its direct-served customer.

¹ Case No. 2010-00491, An Examination of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative, Inc. from November 1, 2008 through October 31, 2010 (Ky. PSC May 31, 2011).

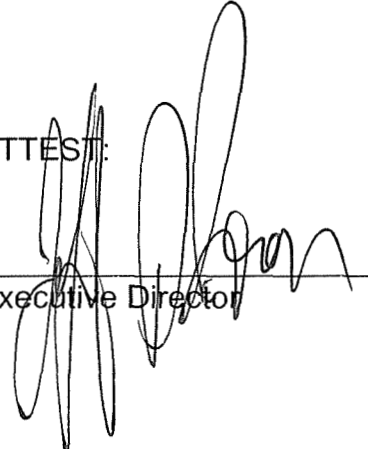
3. The rates in the Appendix to this Order are approved for service rendered by Fleming-Mason on and after June 1, 2011, the effective date of East Kentucky's change in rates.

4. Within 20 days of the date of this Order, Fleming-Mason shall file revised tariff sheets with the Commission setting out the rates approved herein and reflecting that they were approved by this Order.

By the Commission



ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2010-00501 DATED **MAY 31 2011**

The following rates and charges are prescribed for the customers in the area served by Fleming-Mason Energy Cooperative, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

RESIDENTIAL AND SMALL POWER

Energy Charge per kWh	\$.08832
Energy Charge per kWh (ETS)	\$.05299

SMALL GENERAL SERVICE

Energy Charge per kWh	\$.06516
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LARGE GENERAL SERVICE

Energy Charge per kWh	\$.05381
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OUTDOOR LIGHTING SERVICE

Monthly Rate:

Mercury Vapor: 7,000 Lumen-Standard	\$	8.93
Mercury Vapor: 7,000 Lumen-Ornamental	\$	20.01
Mercury Vapor: 20,000 Lumen-Standard	\$	17.24
Mercury Vapor: 20,000 Lumen-Ornamental	\$	26.85
High Pressure Sodium: 9,500 Lumen-Standard	\$	8.62
High Pressure Sodium: 9,500 Lumen-Ornamental	\$	18.20
High Pressure Sodium: 9,500 Lumen-Directional	\$	8.71
High Pressure Sodium: 22,000 Lumen-Standard	\$	12.33
High Pressure Sodium: 22,000 Lumen-Ornamental	\$	21.92
High Pressure Sodium: 22,000 Lumen-Directional	\$	12.10
High Pressure Sodium: 50,000 Lumen-Standard	\$	18.68
High Pressure Sodium: 50,000 Lumen-Ornamental	\$	27.77
High Pressure Sodium: 50,000 Lumen-Directional	\$	18.31

ALL ELECTRIC SCHOOL

Energy Charge per kWh	\$.08286
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SPECIAL CONTRACTED SERVICE - INLAND

Electric:

Energy Charge per kWh \$.04285

Steam:

Energy Charge per MMBTU \$ 4.556

LARGE INDUSTRIAL SERVICE # 1

Energy Charge per kWh \$.05292

LARGE INDUSTRIAL SERVICE # 2

Energy Charge per kWh \$.04920

LARGE INDUSTRIAL SERVICE # 3

Energy Charge per kWh \$.04799

LARGE INDUSTRIAL SERVICE # 4

Energy Charge per kWh \$.05501

LARGE INDUSTRIAL SERVICE # 5

Energy Charge per kWh \$.05129

LARGE INDUSTRIAL SERVICE # 6

Energy Charge per kWh \$.04670

LARGE INDUSTRIAL SERVICE # 4B

Energy Charge per kWh \$.05501

LARGE INDUSTRIAL SERVICE # 5B

Energy Charge per kWh \$.05129

LARGE INDUSTRIAL SERVICE # 6B

Energy Charge per kWh \$.04670

LARGE INDUSTRIAL SERVICE # 7

Energy Charge per kWh

\$.04670

Christopher S Perry
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