COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE)	
APPLICATION OF THE FUEL)	
ADJUSTMENT CLAUSE OF JACKSON)	CASE NO.
ENERGY COOPERATIVE)	2010-00504
CORPORATION FROM NOVEMBER 1,)	
2008 THROUGH OCTOBER 31, 2010)	
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ORDER

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 Jackson Energy Cooperative Corporation ("Jackson Energy") for the two-year period from November 1, 2008 through October 31, 2010.

As part of this review, the Commission ordered Jackson Energy 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, Jackson Energy 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 Jackson Energy, 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. Jackson Energy should be authorized to transfer (roll-in) to its base energy rates a negative 6.76 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.
- 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 Jackson Energy through the FAC for the period from November 1, 2008 through October 31, 2010 are approved.
- 2. Jackson Energy shall deduct 6.76 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.
- 3. The rates in the Appendix to this Order are approved for service rendered by Jackson Energy on and after June 1, 2011, the effective date of East Kentucky's change in rates.

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).

4. Within 20 days of the date of this Order, Jackson Energy 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

ENTERED (M)

MAY 3 1 2011

KENTUCKY PUBLIC SERVICE COMMISSION

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2010-00504 DATED MAY 3 1 2011

The following rates and charges are prescribed for the customers in the area served by Jackson Energy Cooperative Corporation. 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.

SCHEDULE 10 RESIDENTIAL SERVICE

Energy Charge per kWh

\$.09849

SCHEDULE 11 RESIDENTIAL SERVICE OFF-PEAK RETAIL MARKETING RATE

All kWh per Month per kWh

\$.05909

SCHEDULE 20 COMMERCIAL SERVICE - LESS THAN 50 kW

All kWh per Month per kWh

\$.08809

SCHEDULE 22 COMMERCIAL SERVICE OFF-PEAK RETAIL MARKETING RATE

All kWh per Month per kWh

\$.05285

SCHEDULE 40 LARGE POWER - 50 kW AND OVER

All kWh per Month per kWh

\$.06579

SCHEDULE 46 LARGE POWER - 500 kW AND OVER

All kWh per Month per kWh

\$.05102

SCHEDULE 47 LARGE POWER - 500 kW AND OVER

All kWh per Month per kWh \$.05206

SCHEDULE 48 LARGE POWER - 5,000 kW AND OVER

All kWh per Month per kWh \$.04542

SCHOOLS, CHURCHES, COMMUNITY HALLS, AND COMMUNITY PARKS

All kWh per Month per kWh \$.09483

SCHEDULE 52 ALL ELECTRIC SCHOOLS (A.E.S.)

All kWh per Month per kWh \$.07890

SCHEDULE OL OUTDOOR LIGHTING SERVICE

Rate per light per month as follows:

400 Watt Mercury Vapor Cobra Head Light	\$ 15.15
22,000 Lumen Sodium Cobra Head Light	\$ 16.25
27,500 Lumen Sodium Cobra Head Light	\$ 12.82
50,000 Lumen Sodium Cobra Head Light	\$ 12.77
175 Watt Mercury Vapor Light Security Light	\$ 9.15
400 Watt Mercury Vapor Flood Light	\$ 17.38
1,000 Watt Mercury Vapor Flood Light	\$ 34.26
100 Watt Sodium Vapor Security Light	\$ 9.15
27,500 Lumen Sodium Floodlight	\$ 14.35
50,000 Lumen Sodium Floodlight	\$ 17.00
175 Watt Mercury Vapor Acorn Light	\$ 16.51
100 Watt Sodium Vapor Acorn Light	\$ 11.34
100 Watt Sodium Vapor Colonial Light	\$ 7.61
175 Watt Mercury Vapor Colonial Light	\$ 9.01
400 Watt Mercury Vapor Interstate Light	\$ 20.32
4,000 Lumen Sodium Colonial Light	\$ 11.30
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Donald R Schaefer President & CEO Jackson Energy Cooperative Corporation 115 Jackson Energy Lane McKee, KY 40447