

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENERGY CORP. FOR) CASE NO.
AN ADJUSTMENT IN EXISTING RATES) 2011-00035

O R D E R

On November 17, 2011, the Commission authorized Kenergy Corp. (“Kenergy”) to increase its base rates by \$1,801,916 and to pass-through a \$19,094,608 increase from its wholesale supplier, Big Rivers Electric Corporation.¹ On December 1, 2011, Kenergy filed a Petition for Reconsideration (“Petition”) requesting the Commission to reconsider 1) the date on which it ordered depreciation rates to become effective and 2) the energy rates for Schedules 34 and 35 as set forth in Appendix B to the November 17, 2011 Order.

Ordering paragraph 5 of the November 17, 2011 Order approved the proposed depreciation rates to be effective on the date of the Order. Kenergy states in its Petition that the proposed depreciation rates should be effective September 1, 2011, as was set forth in the Amended Joint Settlement Stipulation and Recommendation approved by the Commission in that Order.

Kenergy further states in its Petition that the energy rates set forth in Schedules 34 and 35 in Appendix B to the November 17, 2011 Order contain the wholesale energy charges for Class B and C industrial customers, respectively, but omit Kenergy’s retail

¹ Case No. 2011-00036, Application of Big Rivers Electric Corporation for a General Adjustment in Rates (Ky. PSC Nov. 17, 2011).

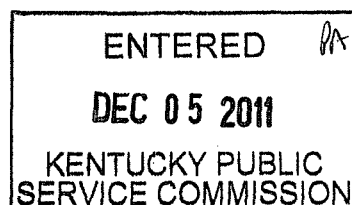
adder for each rate. The Petition provides corrected energy rates of \$.024671 for Schedule 34 and \$.027505 for Schedule 35.

Based on the motion and a review of the record in this case, the Commission finds that the depreciation rates should be effective September 1, 2011 and that Schedules 34 and 35 in Appendix B to the November 17, 2011 Order should be corrected as discussed above.

IT IS THEREFORE ORDERED that:

1. Kenergy's Petition for Reconsideration is granted.
2. Ordering paragraph 5 to the November 17, 2011 Order is amended to state that the proposed depreciation rates are approved for implementation on and after September 1, 2011.
3. Appendix B to the November 17, 2011 Order is amended to reflect an energy charge per kWh of \$.024671 for Schedule 34 and \$.027505 for Schedule 35.
4. All other provisions of the November 17, 2011 Order shall remain in full force and effect.
5. Within 20 days of the date of this Order, Kenergy shall file its revised tariffs with this Commission setting out the rates approved herein and stating that they were approved pursuant to this Order.

By the Commission



ATTEST:

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