Matthew G. Bevin

Charles G. Snavely Secretary Energy and Environment Cabinet



Commonwealth of Kentucky

Public Service Commission

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February 09, 2017

Michael J. Schmitt Chairman

> Robert Cicero Vice Chairman

Daniel E. Logsdon Jr. Commissioner

PARTIES OF RECORD

RE: Case No.

2016-00434

Shelby Energy Cooperative, Inc. (General Rates)

The Commission Staff has reviewed the filing submitted February 07, 2017 and has determined that the application in the above case now meets the minimum filing requirements. Attached please find a stamped filed copy of the first page of your filing. This case has been docketed and will be processed as expeditiously as possible.

If you need further assistance, please contact my staff at 502-564-3940.

Sincerely,

Talina R. Mathews Executive Director

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COMMONWEALTH OF KENTUCKY RECEIVED

BEFORE THE PUBLIC SERVICE COMMISSION FEB 1 2017

PUBLIC SERVICE COMMISSION

In the Matter of Adjustment of Rates)
of Shelby Energy Cooperative, Inc.)

Case No. 2016-00434

FII ED

FEB 07 2017

<u>APPLICATION</u>

PUBLIC SERVICE COMMISSION

Shelby Energy Cooperative, Inc. (herein designated as "Shelby Energy") hereby makes application for an adjustment of rates, as follows:

- Shelby Energy is a non-profit electric cooperative organized under KRS Chapter
 and is engaged in the business of distributing retail electric power to member customers in the Kentucky counties of Anderson, Carroll, Franklin, Henry, Jefferson,
 Oldham, Owen, Shelby, Spencer, and Trimble.
- 2. The mailing and street address for Shelby Energy Cooperative. Inc., is 620 Old Finchville Road, Shelbyville, Kentucky, 40065. Shelby Energy's email address is psc@shelbyenergy.com.
- 3. The current Articles of Incorporation for Shelby Energy were previously filed in Case No. 97-231. Shelby Energy was incorporated in the Commonwealth of Kentucky on June 14, 1937 and states that it is in good standing. [807 KAR 5:001, Section 14(2)]. Shelby Energy requests an adjustment of its existing rates that will result in additional annual revenues in the amount of \$1,997,640, pursuant to KRS 278.280 and 807 KAR 5:001, Section 16. This will be a 5.0% increase in base rate revenues and will result in a times interest earned ratio ("TIER") of approximately 1.88. Shelby Energy requires this adjustment of its rates to offset the increased costs in the cost of power, materials, equipment, labor and other fixed and variable costs. Shelby Energy last received a rate adjustment in August, 2010, and all of the aforementioned costs have increased since that time.

*Debbie Martin Shelby Energy Cooperative, Inc. 620 Old Finchville Road Shelbyville, KY 40065

*Donald T Prather Mathis, Riggs, Prather & Ratliff, P.S.C Attorneys at 500 Main Street, Suite 5 Shelbyville, KENTUCKY 40065

*Shelby Energy Cooperative, Inc. 620 Old Finchville Road Shelbyville, KY 40065