

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE	)	
APPLICATION OF THE FUEL	)	
ADJUSTMENT CLAUSE OF	)	CASE NO.
CUMBERLAND VALLEY ELECTRIC,	)	2017-00010
INC. FROM NOVEMBER 1, 2014	)	
THROUGH OCTOBER 31, 2016	)	

ORDER

Pursuant to 807 KAR 5:056, the Commission, on February 6, 2017, established this case to review and evaluate the application of the Fuel Adjustment Clause ("FAC") of Cumberland Valley Electric, Inc. ("Cumberland Valley") for the two-year period from November 1, 2014, through October 31, 2016.

As part of this review, the Commission ordered Cumberland Valley 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. Cumberland Valley responded to one round of discovery. There are no intervenors in this proceeding.

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

1. During the period under review, Cumberland Valley 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 Cumberland Valley, has been directed to reduce its base energy rates by \$.00238 per kilowatt-hour ("kWh") for fuel costs.<sup>1</sup>

3. Cumberland Valley should be directed to reduce its base energy rates by \$.00249 per kWh to reflect, as adjusted for line loss, the reduction by East Kentucky to its base energy rates.

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 Cumberland Valley's base energy rates.

IT IS THEREFORE ORDERED that:

1. The charges and credits applied by Cumberland Valley through the FAC for the period from November 1, 2014, through October 31, 2016, are approved.

2. Cumberland Valley shall deduct \$.00249 per kWh from its base energy rates (as adjusted for line loss) to reflect the reduction of \$.00238 per kWh by East Kentucky to its base energy rates as approved in Case No. 2017-00002.

3. The rates in the Appendix to this Order are approved for service rendered by Cumberland Valley on and after September 1, 2017, the effective date of East Kentucky's change in rates.

4. Within 20 days of the date of this Order, Cumberland Valley shall file, using the Commission's electronic Tariff Filing System, its revised tariff sheets with the

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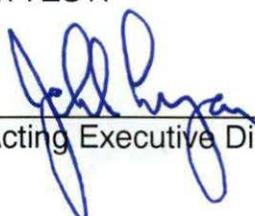
<sup>1</sup> Case No. 2017-00002, *An Examination of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative, Inc. from November 1, 2014 through October 31, 2016* (Ky. PSC Aug. 7, 2017).

Commission setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission

ENTERED  
AUG 07 2017  
KENTUCKY PUBLIC  
SERVICE COMMISSION

ATTEST:

  
\_\_\_\_\_  
Acting Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2017-00010 DATED **AUG 07 2017**

The following rates and charges are prescribed for the customers in the area served by Cumberland Valley Electric, 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.

SCHEDULE I  
HOME, FARM, SCHOOLS AND CHURCHES

Energy Charge per kWh	\$	.08500
Marketing Rate	\$	.05138

SCHEDULE II  
SMALL COMMERCIAL AND SMALL POWER

<u>Single Phase:</u>		
First 3,000 kWh	\$	.08951
Over 3,000 kWh	\$	.08590
<u>Three Phase:</u>		
First 3,000 kWh	\$	.08951
Over 3,000 kWh	\$	.08590

SCHEDULE III  
ALL ELECTRIC SCHOOLS

Energy Charge per kWh	\$	.07733
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SCHEDULE IV  
LARGE POWER INDUSTRIAL

Energy Charge per kWh	\$	.04863
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SCHEDULE IV-A  
LARGE POWER RATE 50 TO 2,500 kW

Energy Charge per kWh	\$	.05829
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SCHEDULE V  
LARGE POWER 1,000 TO 2,500 kW

Energy Charge per kWh \$ .05390

SCHEDULE V-A  
LARGE POWER INDUSTRIAL

Energy Charge per kWh \$ .04659

SCHEDULE I  
HOME, FARM, SCHOOLS AND CHURCHES - TIME-OF-DAY

Energy Charge:

On-Peak Energy per kWh \$ .09917

Off-Peak Energy per kWh \$ .05751

SCHEDULE VII  
INCLINING BLOCK RATE

First 200 kWh \$ .08593

Next 300 kWh \$ .09093

Over 500 kWh \$ .09593

PREPAY SERVICE

Energy Charge per kWh \$ .08500

SCHEDULE VI  
SECURITY LIGHTS

Rate per Month:

Mercury Vapor Lamps

175 Watt \$ 9.14

400 Watt \$ 13.51

Other Lamps

100 Watt Open Bottom \$ 9.16

100 Watt Colonial Post \$ 10.34

100 Watt Directional Flood \$ 11.15

400 Watt Directional Flood \$ 17.65

400 Watt Cobra Head \$ 17.65

LED

Open Bottom \$ 8.98

Cobra Head \$ 15.27

Directional \$ 18.73

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