# COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF NOLIN RURAL ELECTRIC	)	
COOPERATIVE CORPORATION TO	)	
PASS-THROUGH AN INCREASE OF ITS	)	CASE NO.
WHOLESALE POWER SUPPLIER PURSUANT	)	2008-00420
TO KRS 278.455(2)	)	

# ORDER

On October 31, 2008, Nolin Rural Electric Cooperative Corporation ("Nolin") submitted an application to pass-through any wholesale rate adjustment granted to East Kentucky Power Cooperative, Inc. ("EKPC") in Case No. 2008-00409.<sup>1</sup> Nolin submitted its application pursuant to the authority of KRS 278.455(2) and 807 KAR 5:007, Section 2.

In its application, Nolin described how its proposed pass-through rates were developed:

In accordance with the provisions of KRS 278.455(2), Nolin RECC hereby states that the effects of the increase in rates from its wholesale supplier, EKPC, are being passed through to its retail tariffs on a proportional basis and that the rate design structure proposed for each retail rate schedule does not change the rate design currently in effect.<sup>2</sup>

KRS 278.455(2) provides that a distribution cooperative may change its rates to reflect a change in the rate of its wholesale supplier if the effects of an increase or decrease are allocated to each class and within each tariff on a proportional basis that

<sup>&</sup>lt;sup>1</sup> Case No. 2008-00409, General Adjustment of Electric Rates of East Kentucky Power Cooperative, Inc. (Ky. PSC March 31, 2009)

<sup>&</sup>lt;sup>2</sup> Application, Page 1.

will result in no change in the rate design currently in effect. Further, 807 KAR 5:007, Section 2(2), provides that the distribution cooperative shall file an analysis demonstrating that the rate change does not alter the rate design currently in effect and that the revenue change has been allocated to each class and within each tariff on a proportional basis.

The Commission has reviewed the approach proposed by Nolin to pass-through any increases in the wholesale rates of EKPC and to allocate such increases to its retail rates. Based upon this review, the Commission finds that Nolin's approach complies with the provisions of KRS 278.455(2) and 807 KAR 5:007, Section 2(2), and, therefore, should be accepted.

The Commission issued an Order in Case No. 2008-00409 on March 31, 2009 authorizing a \$59.5 million annualized increase in EKPC's wholesale rates effective for service rendered on and after April 1, 2009. According to Nolin, this will increase its wholesale power cost by \$4,007,646 annually.<sup>3</sup>

#### IT IS THEREFORE ORDERED that:

- 1. The proposed rates submitted with Nolin's application are rejected.
- 2. The approach proposed by Nolin to allocate its portion of the increase in the wholesale rates authorized in Case No. 2008-00409 is accepted.
- 3. The rates set forth in the tariff sheets in the Appendix hereto are approved for service rendered on and after April 1, 2009.

<sup>&</sup>lt;sup>3</sup> Response to Commission Staff's Supplemental Data Request issued on March 18, 2009.

4. Within 20 days from the date of this Order, Nolin shall file with the Commission its revised tariffs, setting out the rates approved herein and stating that they were approved pursuant to this Order.

By the Commission

**ENTERED** 

MAR 3 1 2009

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

# APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00420 DATED MAR 3 1 2009

# PSC Request 1 Page 2 of 16

# FOR ENTIRE SERVICE AREA

PSC KY NO. <u>10</u> 11<sup>th</sup> Revision Sheet No. 20

Nolin RECC 411 Ring Road Elizabethtown, KY 42701-6767

CANCELING PSC KY NO. 10
10<sup>th</sup> Revision Sheet No. 20

### **CLASSIFICATION OF SERVICE**

# SCHEDULE 1 - RESIDENTIAL, FARM, NON-FARM, TRAILERS AND MOBILE HOMES

APPLICABLE: Entire Service Area

<u>AVAILABILITY OF SERVICE</u>: Available to all residents for uses in the home or on the farm, including trailers, mobile homes, schools, churches, community halls and non-profit community welfare institutions where the required total transformer capacity is 50 KVA or less, single or three phase.

<u>TYPE OF SERVICE</u>: Single phase 120/240 volts and three phase service where available at available voltages.

#### RATES PER MONTH:

Customer Charge

\$8.69

All KWH Charge

\$0.07851 per KWH

<u>FUEL ADJUSTMENT CLAUSE</u>: The above rate may be increased or decreased by an amount per KWH equal to the fuel adjustment amount per KWH as billed by the Wholesale Power Supplier plus an allowance for line losses. The allowance for line losses will not exceed 10% and is based on a twelve month moving average of such losses. This Fuel Clause is subject to all other applicable provisions as set out in 807 KAR 5:056.

MINIMUM CHARGE: The minimum monthly charge for service shall be \$8.69.

DATE OF ISSUE	March 26, 2009	DATE EFFECTIVE April 1, 2009	
		411 Ring Road	
ISSUED BY		President & CEO Elizabethtown, KY 42701-6767	
	NAME	TITLE ADDRESS	

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#### FOR ENTIRE SERVICE AREA

PSC KY NO. 10

Nolin RECC 411 Ring Road Elizabethtown, KY 42701-6767 11<sup>th</sup> Revision Sheet No. 22

CANCELING PSC KY NO. <u>10</u> 10<sup>th</sup> Revision Sheet No. 22

#### **CLASSIFICATION OF SERVICE**

# SCHEDULE 2 - COMMERCIAL, SMALL POWER, SINGLE PHASE AND THREE PHASE SERVICE

APPLICABLE: Entire Service Area

<u>AVAILABILITY OF SERVICE</u>: Available to commercial members and small power loads requiring transformer capacity of 50 KVA or less, single phase and commercial members requiring three phase service with 50 KVA or less of total transformer capacity all subject to the established rules and regulations of the Cooperative.

<u>TYPE OF SERVICE</u>: Single phase 120/240 volts and three phase service where available at available voltages.

#### RATES PER MONTH:

Customer Charge

\$16.18

All KWH Charge

\$0.08501

<u>FUEL ADJUSTMENT CLAUSE</u>: The above rate may be increased or decreased by an amount per KWH equal to the fuel adjustment amount per KWH as billed by the Wholesale Power Supplier plus an allowance for line losses. The allowance for line losses will not exceed 10% and is based on a twelve month moving average of such losses. This Fuel Clause is subject to all other applicable provisions as set out in 807 KAR 5:056.

MINIMUM CHARGE: The minimum monthly charge for service shall be \$16.18.

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			411 Ring Road
ISSUED BY		President & CEO	Elizabethtown, KY 42701-6767
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# FOR ENTIRE SERVICE AREA

Nolin RECC 411 Ring Road Elizabethtown, KY 42701-6767

PSC KY NO. 10 10<sup>th</sup> Revision Sheet No. 24

CANCELING PSC KY NO. 10 9<sup>th</sup> Revision Sheet No. 24

#### CLASSIFICATION OF SERVICE

#### **SCHEDULE 3 - LARGE POWER**

APPLICABLE: Entire Service Area

AVAILABILITY OF SERVICE: Available to consumers located on or near Cooperatives three phase lines whose transformer capacity would be more than 50 KVA and the demand would be 99 kw or less. All subject to the established rules and regulations of the Cooperative.

TYPE OF SERVICE: Three phase 60 cycle at available voltages, as agreed to in the five (5) year contract for service.

#### RATES PER MONTH:

Customer Charge

\$27.41

Demand Charge:

\$4.76 per kilowatt of billing demand per month

#### Energy Charge:

\$0.07127 net per KWH First 2,500 KWH per month \$0.06638 net per KWH Next 12,500 KWH per month \$0.06491 net per KWH Over 15,000 KWH per month

MINIMUM CHARGE: The computed minimum monthly charge shall be as specified in the contract for service.

DETERMINATION OF BILLING DEMAND: The billing demand shall be the maximum kilowatt demand established by the member for any period of fifteen consecutive minutes during the month for which the bill is rendered, as indicated or recorded by a demand meter and adjusted for power factor as follows:

POWER FACTOR ADJUSTMENT: The member agrees to maintain unity power factor as nearly as practicable. Power factor may be measured at any time. Should such measurements indicate that the power factor at the time of his maximum demand is less than 90%, the demand for billing purposes shall be the demand as indicated or recorded by the demand meter multiplied by 90% and divided by the percent power factor.

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ISSUED BY		President & CEO Elizabethtown, KY 42701-6767	
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# PSC Request 1 Page 5 of 16 FOR ENTIRE SERVICE AREA

ENTIRE SERVICE AREA

Nolin RECC 411 Ring Road Elizabethtown, KY 42701-6767 PSC KY NO. <u>10</u> 9<sup>th</sup> Revision Sheet No. 26

CANCELING PSC KY NO. 10 8<sup>th</sup> Revision Sheet No. 26

#### **CLASSIFICATION OF SERVICE**

#### **SCHEDULE 4 - INDUSTRIAL**

APPLICABLE: Entire Service Area

<u>AVAILABILITY OF SERVICE</u>: Available to Members located on or near Cooperatives three phase lines whose transformer capacity would be less than 1000 KVA and the demand would be 100 kw or more. All subject to the established rules and regulations of the Cooperative.

<u>TYPE OF SERVICE</u>: Three phase 60 cycle at available voltages, as agreed to in the five (5) year contract for service.

#### RATES PER MONTH:

# Demand Charge:

\$4.76 per kilowatt of billing demand per month Energy Charge:

First 3,500 KWH per month	\$0.07514 net per KWH
Next 6,500 KWH per month	\$0.06111 net per KWH
Over 10,000 KWH per month	\$0.05746 net per KWH

MINIMUM CHARGE: The computed minimum monthly charge shall be as specified in the contract for service.

<u>DETERMINATION OF BILLING DEMAND</u>: The billing demand shall be the maximum kilowatt demand established by the Member for any period of fifteen consecutive minutes during the month for which the bill is rendered, as indicated or recorded by a demand meter and adjusted for power factor as follows:

<u>POWER FACTOR ADJUSTMENT</u>: The member agrees to maintain unity power factor as nearly as practicable. Power factor may be measured at any time. Should such measurements indicate that the power factor at the time of his maximum demand is less than 90%, the demand for billing purposes shall be the demand as indicated or recorded by the demand meter multiplied by 90% and divided by the percent power factor.

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ISSUED BY		President & CEO	Elizabethtown, KY 42701-6767
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Nolin RECC 411 Ring Road Elizabethtown, KY 42701-6767 PSC KY NO. <u>10</u> 11<sup>th</sup> Revision Sheet No. 28

CANCELING PSC KY NO. 10

10<sup>th</sup> Revision Sheet No. 28

# **CLASSIFICATION OF SERVICE**

# **SCHEDULE 5 - SECURITY LIGHTS**

APPLICABLE: Entire Service Area

AVAILABILITY OF SERVICE: Available to all Members of the Cooperative subject to the established rules and regulations of the Cooperative.

raios ana roganasion	TYPES OF SERVIC	ES AVAILABLE		PER MONTH CHARGE PER UNIT
- 1	r 175 watt 120 volt or HP n existing pole	S 100 watt on a twenty-f	ive foot	\$9.36
Directional flo	oodlight 100 Watt HPS to	be mounted on existing	pole	\$8.29
Directional flo	oodlight 250 Watt HPS to	be mounted on existing	pole	\$13.86
Directional flo	oodlight 400 Watt HPS to	be mounted on existing	pole	\$18.76
- 1	100 Watt HPS with twented a service only	ty-foot (20') fiberglass co	lonial post	\$12.38
	y Type 400 Watt HPS - fo thirty-foot fiberglass pole			\$20.18
Thirty-foot (3	0') fiberglass pole; to be ι	used with underground se	rvices only	\$10.63
	Foot (25') wood pole for orghting fixture)	verhead services only - (c	harge does	\$2.46
Thirty-foot (3 include lighting	0') wood pole for overheang fixture)	nd services only - (charge	does not	\$2.84
	foot (25') wood pole for unde lighting fixture)	nderground services only	- (charge	\$3.44
	0') wood pole for undergr	round services only - (cha	arge does not	<b></b>
include lighti	9	**************************************	TYT YE 4 *1 4	\$3.83
DATE OF ISSUE	March 26, 2009	DATE EFFEC	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
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ISSUED BY	NIAN ATT	President & CEO		n, KY 42701-6767
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PSC KY NO. 10

Nolin RECC 411 Ring Road Elizabethtown, KY 42701-6767 12th Revision Sheet No. 31

**CANCELING PSC KY NO. 10** 11<sup>th</sup> Revision Sheet No. 31

#### **CLASSIFICATION OF SERVICE**

# SCHEDULE 6 - STREET LIGHTING (Cont'd.)

#### RATE:

Mercury Vapor (M.V.) or High Pressure Sodium (H.P.S.), Series or Multiple

# STANDARD OVERHEAD (WOOD POLE):

	Watts/Light	
8,500 M.V. initial lumens	175	\$5.74 per light per mth
23,000 M.V. initial lumens	400	\$16.73 per light per mth
9,500 H.P.S. initial lumens	100	\$9.08 per light per mth
27,500 H.P.S. initial lumens	250	\$13.64 per light per mth
50,000 H.P.S. initial lumens	400	\$17.76 per light per mth

#### ORNAMENTAL SERVICE OVERHEAD (Aluminum Poles)

	<u>Watts/Light</u>	
8,500 M.V. initial lumens	175	\$7.40 per light per mth
23,000 M.V. initial lumens	400	\$18.48 per light per mth
9,500 H.P.S. initial lumens	100	\$20.86 per light per mth
27,500 H.P.S. initial lumens	250	\$24.58 per light per mth
50,000 H.P.S. initial lumens	400	\$27.94 per light per mth

# ORNAMENTAL SERVICE UNDERGROUND (Fiberglass Poles)

	Watts/Light	
50,000 H.P.S. initial lumens	400	\$32.63 per light per mth
15,500 H.P.S. initial lumens	150	\$32.04 per light per mth
Special Colonial with 20' fl	luted pole	

FUEL ADJUSTMENT CLAUSE: The above rate may be increased or decreased by an amount per KWH equal to the fuel adjustment amount per KWH as billed by the Wholesale Power Supplier plus an allowance for line losses. The allowance for line losses will not exceed 10% and is based on a twelve month moving average of such losses. This Fuel Clause is subject to all other applicable provisions as set out in 807 KAR 5:056.

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PSC KY NO. 10

Nolin RECC 411 Ring Road Elizabethtown, KY 42701-8701 9<sup>th</sup> Revision Sheet No. 32

**CANCELING PSC KY NO. 10** 8<sup>th</sup> Revision Sheet No. 32

#### CLASSIFICATION OF SERVICE

#### SCHEDULE 7 - INDUSTRIAL

APPLICABLE: Entire Service Area - where three phase service is available at available voltages.

AVAILABILITY: Available to all commercial and industrial Members whose kilowatt demand shall exceed 500 kw for lighting and/or heating and/or power, and whose demand charges will track the wholesale power suppliers.

TYPE OF SERVICE: Three phase 60 hertz at 12,470 volts, primary service as agreed to in the special five year Agreement for Service.

#### RATES PER MONTH:

# Demand Charge:

\$8.69 per kilowatt of billing demand per month

# Energy Charge:

All KWH at \$0.05243 net per KWH

MINIMUM CHARGE: The computed minimum monthly charge shall be as specified in the Special Contract for service.

<u>DETERMINATION OF BILLING DEMAND</u>: The billing demand shall be the maximum kilowatt demand established by the Member for any period of fifteen consecutive minutes during the month for which the bill is rendered, as indicated or recorded by a demand meter and adjusted for power factor as follows:

POWER FACTOR ADJUSTMENT: The member agrees to maintain unity power factor as nearly as practicable. Power factor may be measured at any time. Should such measurements indicate that the power factor at the time of his maximum demand is less than 90%, the demand for billing purposes shall be the demand as indicated or recorded by the demand meter multiplied by 90% and divided by the percent power factor.

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ISSUED BY		President & CEO	Elizabethtown, KY 42701-6767
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PSC KY NO. <u>10</u> 8<sup>th</sup> Revision Sheet No. 34

Nolin RECC 411 Ring Road Elizabethtown, KY 42701-6767

CANCELING PSC KY NO. <u>10</u> 7<sup>th</sup> Revision Sheet No. 34

#### **CLASSIFICATION OF SERVICE**

#### SCHEDULE 8 - SEASONAL TIME OF DAY

APPLICABLE: Entire service area where three phase service is available.

AVAILABILITY: Available to all commercial and industrial Members whose kilowatt demand shall exceed 500 kw for lighting and/or heating and/or power, and whose demand charges will track the wholesale power suppliers.

<u>TYPE OF SERVICE</u>: Three phase 60 hertz voltages as agreed to in the five (5) year Contract for Service.

#### \*RATES PER MONTH:

Demand Charge:

\$8.59 per kilowatt of billing demand per month

Energy Charge: All KWH at \$0.05243 net per KWH

MINIMUM MONTHLY CHARGE: The computed minimum monthly charge shall be as specified in the Contract for service.

<u>DETERMINATION OF BILLING DEMAND</u>: The billing demand shall be the maximum kilowatt demand established by the Member for any fifteen (15) minutes interval (adjusted for power factor) in the below listed hours for each month.

#### MONTHS E.S.T. HOURS APPLICABLE FOR DEMAND BILLING

October thru April 7:00 a.m. E.S.T. to 12 Noon E.S.T.

5:00 p.m. E.S.T. to 10:00 p.m. E.S.T.

May thru September 10:00 a.m. E.S.T. to 10:00 p.m. E.S.T.

Demands outside of the above hours will be disregarded for billing purposes.

<u>POWER FACTOR ADJUSTMENT</u>: The member agrees to maintain unity power factor as nearly as practicable. Power factor may be measured at any time. Should such measurements indicate that the power factor at the time of his maximum demand is less than 90%, the demand for billing purposes shall be the demand as indicated or recorded by the demand meter multiplied by 90% and divided by the percent power factor.

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ISSUED BY		President & CEO	Elizabethtown, KY 42701-6767
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#### FOR ENTIRE SERVICE AREA

**PSC KY NO. 10** 

Nolin RECC 411 Ring Road Elizabethtown, KY 42701-6767 9<sup>th</sup> Revision Sheet No. 36

CANCELING PSC KY NO. 10

8<sup>th</sup> Revision Sheet No. 36

#### **CLASSIFICATION OF SERVICE**

#### SCHEDULE 9 - INDUSTRIAL

<u>APPLICABLE</u>: Entire Service Area - Applicable to contracts with contract demands of 1,000 to 4,999 kW with a monthly energy usage equal to or greater than 425 hours per kW of contract demand.

<u>TYPE OF SERVICE</u>: Three phase 60 hertz at voltages as agreed to in the special five year Agreement for Service.

#### RATES PER MONTH:

# Consumer Charge:

\$1,148.62 where the industrial consumer demands and/or location requires construction of a substation.

\$587.15 where the industrial consumer's demand or location permits service from an existing substation.

Demand Charge:

\$5.91 per kW of contract demand

\$8.59 per kW for all billing demand in excess of contract

demand

Energy Charge:

\$0.05043 per kWh

<u>DETERMINATION OF BILLING DEMAND</u>: The billing demand shall be the greater of (a) or (b) listed below:

- (a) The contract demand
- (b) The ultimate consumer's highest demand during the current month. The consumer's peak demand is the highest average rate at which energy is used during any fifteen-minute interval in the below listed hours for each month (and adjusted for power factor as provided herein):

Months Hours Applicable For Demand Billing - EST

October through April

7:00 A.M. to 12:00 Noon 5:00 P.M. to 10:00 P.M.

May through September

10:00 A.M. to 10:00 P.M.

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ISSUED BY		President & CEO Elizabethtown, KY 42701-6767	
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**PSC KY NO. 10** 

Nolin RECC 411 Ring Road Elizabethtown, KY 42701-6767 9<sup>th</sup> Revision Sheet No. 38

CANCELING PSC KY NO. 10

8<sup>th</sup> Revision Sheet No. 38

#### **CLASSIFICATION OF SERVICE**

#### SCHEDULE 10 - INDUSTRIAL

<u>APPLICABLE</u>: Entire Service Area - Applicable to contracts with contract demands of 5,000 to 9,999 kW with a monthly energy usage equal to or greater than 425 hours per kW of contract demand.

<u>TYPE OF SERVICE</u>: Three phase 60 hertz at voltages as agreed to in the special five year Agreement for Service.

# **RATES PER MONTH:**

Consumer Charge:

\$1,173.21

Demand Charge:

\$5.91 per kW of contract demand

\$8.59 per kW for all billing demand in excess of

contract demand

Energy Charge:

\$0.04495 per kWh

<u>DETERMINATION OF BILLING DEMAND</u>: The billing demand shall be the greater of (a) or (b) listed below:

- (a) The contract demand
- (b) The ultimate consumer's highest demand during the current month. The consumer's peak demand is the highest average rate at which energy is used during any fifteen-minute interval in the below listed hours for each month (and adjusted for power factor as provided herein):

Hours Applicable For

Months

Demand Billing - EST

October through April

7:00 A.M. to 12:00 Noon 5:00 P.M. to 10:00 P.M.

May through September

10:00 A.M. to 10:00 P.M.

MINIMUM CHARGE: The computed minimum monthly charge shall not be less than the sum of (a), (b) and (c) below:

- (a) The product of the contract demand multiplied by the demand charge, plus
- (b) The product of the contract demand multiplied by 425 hours and the energy charge per kWh, plus
- (c) The consumer charge

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#### FOR ENTIRE SERVICE AREA

PSC KY NO. 10

Nolin RECC 411 Ring Road Elizabethtown, KY 42701-6767 9<sup>th</sup> Revision Sheet No. 40

**CANCELING PSC KY NO. 10** 

8<sup>th</sup> Revision Sheet No. 40

# CLASSIFICATION OF SERVICE

#### **SCHEDULE 11 - INDUSTRIAL**

APPLICABLE: Entire Service Area - Applicable to contracts where the monthly contract demand is equal to or greater than 10,000 kW, with a monthly energy usage equal to or greater than 425 hours per kW of contract demand.

TYPE OF SERVICE: Three phase 60 hertz at voltages as agreed to in the special five year Agreement for Service.

#### RATES PER MONTH:

Consumer Charge:

\$1,173.21

Demand Charge:

\$5.91 per kW of contract demand

\$8.59 per kW for all billing demand in excess of

contract demand

Energy Charge:

\$0.04386 per kWh

DETERMINATION OF BILLING DEMAND: The billing demand shall be the greater of (a) or (b) listed below:

- The contract demand (a)
- The ultimate consumer's highest demand during the current month. The consumer's peak demand (b) is the highest average rate at which energy is used during any fifteen-minute interval in the below listed hours for each month (and adjusted for power factor as provided herein):

Hours Applicable For

Months

Demand Billing - EST

October through April

7:00 A.M. to 12:00 Noon 5:00 P.M. to 10:00 P.M.

May through September

10:00 A.M. to 10:00 P.M.

MINIMUM CHARGE: The computed minimum monthly charge shall not be less than the sum of (a), (b) and (c) below:

- The product of the contract demand multiplied by the demand charge, plus (a)
- The product of the contract demand multiplied by 425 hours and the energy charge per (b) kWh, plus

The consumer charge (c)

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PSC KY NO. <u>10</u> 9<sup>th</sup> Revision Sheet No. 42

Nolin RECC 411 Ring Road Elizabethtown, KY 42701-6767

TOTAL DESCRIPTION AS

CANCELING PSC KY NO. <u>10</u> 8<sup>th</sup> Revision Sheet No. 42

#### **CLASSIFICATION OF SERVICE**

#### SCHEDULE 12 - INDUSTRIAL C

<u>APPLICABLE</u>: Entire Service Area - Applicable to contracts with contract demands of 1,000 to 4,999 kW with a monthly energy usage equal to or greater than 425 hours per kW of contract demand.

<u>TYPE OF SERVICE</u>: Three phase 60 hertz at voltages as agreed to in the special five year Agreement for Service.

#### RATES PER MONTH:

# Consumer Charge:

\$1,173.21 where the industrial consumer demands and/or location requires construction of a substation.

\$587.15 where the industrial consumer's demand or location permits service from an existing substation.

Demand Charge:

\$5.91 per kW of billing demand

Energy Charge:

\$0.05043 per kWh

<u>DETERMINATION OF BILLING DEMAND:</u> The billing demand shall be the greater of (a) or (b) listed below:

- (a) The contract demand
- (b) The ultimate consumer's highest demand during the current month, or preceding eleven months. The consumer's peak demand is the highest average rate at which energy is used during any fifteen-minute interval in the below listed hours for each month (and adjusted for power factor as provided herein):

Months Hours Applicable For Demand Billing - EST

October through April 7:00 A.M. to 12:00 Noon

5:00 P.M. to 10:00 P.M. 10:00 A.M. to 10:00 P.M.

May through September 10:00 A.M. to 10:00 P.M.

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#### FOR ENTIRE SERVICE AREA

PSC KY NO. 10

Nolin RECC 411 Ring Road Elizabethtown, KY 42701-6767 9<sup>th</sup> Revision Sheet No. 44

**CANCELING PSC KY NO. 10** 

8<sup>th</sup> Revision Sheet No. 44

#### CLASSIFICATION OF SERVICE

#### SCHEDULE 13 - INDUSTRIAL C

APPLICABLE: Entire Service Area - Applicable to contracts with contract demands of 5,000 to 9,999 kW with a monthly energy usage equal to or greater than 425 hours per kW of contract demand.

TYPE OF SERVICE: Three phase 60 hertz at voltages as agreed to in the special five year Agreement for Service.

#### RATES PER MONTH:

Consumer Charge:

\$1,173.71

Demand Charge:

\$5.91 per kW of billing demand

Energy Charge:

\$0.04495 per kWh

DETERMINATION OF BILLING DEMAND: The billing demand shall be the greater of (a) or (b) listed below:

- (a) The contract demand
- (b) The ultimate consumer's highest demand during the current month or preceding eleven months. The consumer's peak demand is the highest average rate at which energy is used during any fifteen-minute interval in the below listed hours for each month (and adjusted for power factor as provided herein):

Hours Applicable For

Months

Demand Billing - EST

October through April

7:00 A.M. to 12:00 Noon 5:00 P.M. to 10:00 P.M.

May through September

10:00 A.M. to 10:00 P.M.

MINIMUM CHARGE: The computed minimum monthly charge shall not be less than the sum of (a), (b) and (c) below:

- The product of the billing demand multiplied by the demand charge, plus (a)
- (b) The product of the billing demand multiplied by 425 hours and the energy charge per kWh, plus
- The consumer charge (c)

DATE OF ISSUE	March 26, 2009	DATE EFFECTIVE April 1, 2009	
		411 Ring Road	
ISSUED BY		President & CEO Elizabethtown, KY 42701-6767	
	NAME	TITLE ADDRESS	

**PSC KY NO. 10** 

Nolin RECC 411 Ring Road Elizabethtown, KY 42701-6767 9<sup>th</sup> Revision Sheet No. 46

CANCELING PSC KY NO. 10

8<sup>th</sup> Revision Sheet No. 46

#### CLASSIFICATION OF SERVICE

#### SCHEDULE 14 - INDUSTRIAL C

APPLICABLE: Entire Service Area - Applicable to contracts where the monthly contract demand is equal to or greater than 10,000 kW, with a monthly energy usage equal to or greater than 425 hours per kW of contract demand.

TYPE OF SERVICE: Three phase 60 hertz at voltages as agreed to in the special five year Agreement for Service.

#### RATES PER MONTH:

Consumer Charge:

\$1,173.21

Demand Charge:

\$5.91 per kW of billing demand

Energy Charge:

\$0.04386 per kWh

DETERMINATION OF BILLING DEMAND: The billing demand shall be the greater of (a) or (b) listed below:

- The contract demand (a)
- (b) The ultimate consumer's highest demand during the current month or preceding eleven months. The consumer's peak demand is the highest average rate at which energy is used during any fifteen-minute interval in the below listed hours for each month (and adjusted for power factor as provided herein):

Hours Applicable For

Months

Demand Billing - EST

October through April

7:00 A.M. to 12:00 Noon

5:00 P.M. to 10:00 P.M.

May through September

10:00 A.M. to 10:00 P.M.

MINIMUM CHARGE: The computed minimum monthly charge shall not be less than the sum of (a), (b) and (c) below:

- The product of the billing demand multiplied by the demand charge, plus (a)
- The product of the billing demand multiplied by 425 hours and the energy charge per (b) kWh, plus
- The consumer charge (c)

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ISSUED BY		President & CEO	Elizabethtown, KY 42701-6767	
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PSC KY NO.  $\frac{10}{48}$ 

Nolin RECC 612 East Dixie Elizabethtown, KY 42701

CANCELLING PSC KY NO.10

Original Sheet No. 48

# CLASSIFICATION OF SERVICE

# SCHEDULE 15 - INTERRUPTIBLE

APPLICABLE: In all territory served.

TYPE OF SERVICE: This schedule shall be made available to any customer who contracts for an interruptible demand of not less than 250 kw and not more than 20,000 kw, subject to a maximum number of hours of interruption per year and a notice period as listed below.

RATES PER MONTH: A monthly demand credit per kw is based on the
following matrix:

NOTICE	ANNUAL*H	OURS*OF*INTER	RUPTION
MINUTES	200	300	400
10	\$4.20	\$4.90	\$5.60
60	\$3.50	\$4.20	\$4.90

<u>DETERMINATION OF BILLING DEMAND:</u> The Cooperative and the customer will define by written contract the interruptible rate, based on terms and discounts provided above, and the minimum billing demand.

The minimum billing demand will represent the firm amount of kw billing per month. This amount will also substitute for the contract demand for applicable customer.

The interruptible billing demand shall be equal to the amount by which the monthly billing demand exceeds the minimum billing demand as specified in the contract.

# CONDITION\*OF\*SERVICE:

- The customer will, upon notification by the Cooperative, reduce his load being supplied by the Cooperative to the firm amount capacity level specified by the contract.
- 2. The Cooperative will endeavor to provide the customer as much advance notice as possible of the interruption of service. However, the customer shall interrupt service within the notice period as contracted.
- 3. Service will be furnished under the Cooperative's "General Rules and Regulations" or "Terms and Conditions" except as set out herein and/or provisions agreed to by written contract.

DATE OF ISSUE	March 26,	2009 DATE	EFFECTIVE April 1, 2009
			612 East Dixie
ISSUED BY		General Manager	Elizabethtown, KY 42701
44,0,000	NAME	TITLE	ADDRESS

Michael L Miller President & CEO Nolin R.E.C.C. 411 Ring Road Elizabethtown, KY 42701-6767

Honorable John J Scott Attorney at Law Whitlow & Scott 108 East Poplar Street P. O. Box 389 Elizabethtown, KY 42702