COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE APPLICATION OF THE FUEL ADJUSTMENT CLAUSE OF MEADE COUNTY RURAL ELECTRIC COOPERATIVE CORPORATION FROM JULY 17, 2009 THROUGH OCTOBER 31, 2010

CASE NO. 2010-00514

<u>ORDER</u>

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 Meade County Rural Electric Cooperative Corporation ("Meade") for the period from July 17, 2009 through October 31, 2010.

As part of this review, the Commission ordered Meade 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 record¹ and being otherwise sufficiently advised, finds that:

¹ On April 22, 2011; April 27, 2011; and May 11, 2011 Meade filed certain additional information for the record.

1. During the period under review, Meade has complied in all material respects with the provisions of 807 KAR 5:056.

2. Big Rivers Electric Corporation ("Big Rivers"), the wholesale supplier of Meade, has been authorized to transfer (roll-in) to its base energy rates 10.212 mills per kWh of fuel costs that were being recovered through its FAC.²

3. Meade should be authorized to transfer (roll-in) to its base energy rates 10.814 mills per kWh to reflect, as adjusted for line loss, the transfer (roll-in) by Big Rivers of 10.212 mills per kWh of fuel costs to Big Rivers' base energy rates that were being recovered through its FAC.

4. The rates and charges in the Appendix to this Order are fair, just, and reasonable, and reflect the transfer of fuel costs from the FAC to the base rate.

IT IS THEREFORE ORDERED that:

1. The charges and credits applied by Meade through the FAC for the period from July 17, 2009 through October 31, 2010 are approved.

2. Meade shall transfer (roll-in) 10.814 mills per kWh to base energy rates (as adjusted for line-loss) to reflect the transfer (roll-in) by Big Rivers of 10.212 mills per kWh of fuel costs to Big Rivers' base energy rates that were being recovered through its FAC as approved in Case No. 2010-00495.

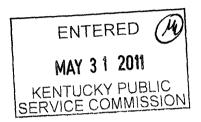
3. The rates in the Appendix to this Order are approved for service rendered by Meade on and after June 1, 2011, the effective date of Big Rivers' change in rates.

-2-

² Case No. 2010-00495, An Examination of the Application of the Fuel Adjustment Clause of Big Rivers Electric Corporation from July 17, 2009 through October 31, 2010 (Ky. PSC May 31, 2011).

4. Within 20 days of the date of this Order, Meade 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



ATT Executive Director

Case No. 2010-00514

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2010-00514 DATED MAY 3 1 2011

The following rates and charges are prescribed for the customers in the area served by Meade County Rural Electric 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 1 RESIDENTIAL, FARM, NON-FARM, SCHOOLS AND CHURCHES

Energy Charge per kWh

SCHEDULE 2 COMMERCIAL RATE

Energy Charge per kWh

SCHEDULE 3 THREE PHASE POWER SERVICE, 0 KVA AND GREATER

Energy Charge per kWh

\$.048574

.048574

SCHEDULE 3A THREE PHASE POWER SERVICE, 0 KVA - 999 KVA OPTIONAL TIME-OF-DAY RATE

Energy Charge per kWh

SCHEDULE 4 LARGE POWER SERVICE, 1,000 KVA AND LARGER (TOD)

Energy Charge per kWh: First 300 kWh per kW All Remaining kWh

\$.044704 \$.038484

\$.076914

.072104

\$

\$

SCHEDULE 5 OUTDOOR LIGHTING SERVICE

Monthly Rates:

175 Watt Unmetered175 Watt Metered400 Watt Unmetered400 Watt Metered

\$ 7.69 \$ 3.35 \$ 11.54 \$ 3.35

SCHEDULE 6

STREET LIGHTING SERVICE - COMMUNITY, MUNICIPALITES, TOWNS

Monthly Rates:	
175 Watt	\$ 6.85
400 Watt	\$ 10.78

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