#### COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE	)	
APPLICATION OF THE FUEL	j	
ADJUSTMENT CLAUSE OF BIG SANDY	)	CASE NO.
RURAL ELECTRIC COOPERATIVE	j	2017-00007
CORPORATION FROM NOVEMBER 1,	j	
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 Big Sandy Rural Electric Cooperative Corporation ("Big Sandy") for the two-year period from November 1, 2014, through October 31, 2016.

As part of this review, the Commission ordered Big Sandy 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. Big Sandy responded to two rounds of discovery. There are no intervenors in this proceeding.

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

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

- East Kentucky Power Cooperative, Inc. ("East Kentucky"), the wholesale supplier of Big Sandy, has been directed to reduce its base energy rates by \$.00238 per kilowatt-hour ("kWh") for fuel costs.<sup>1</sup>
- Big Sandy should be directed to reduce its base energy rates by \$.00251
   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 Big Sandy's base energy rates.

#### IT IS THEREFORE ORDERED that:

- The charges and credits applied by Big Sandy through the FAC for the period from November 1, 2014, through October 31, 2016, are approved.
- 2. Big Sandy shall deduct \$.00251 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 Big Sandy 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, Big Sandy shall file, using the Commission's electronic Tariff Filing System, its revised tariff sheets with the

<sup>&</sup>lt;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 0 7 2017

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Acting Executive Director

### **APPENDIX**

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2017-00007 DATED AUG 0 7 2017

The following rates and charges are prescribed for the customers in the area served by Big Sandy 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 A-1 FARM AND HOME

Energy Charge per kWh Off-Peak Energy Charge per kWh	\$	.08649 .05190		
SCHEDULE A-2 COMMERCIAL AND SMALL POWER				
Energy Charge per kWh	\$	.07629		
SCHEDULE LP LARGE POWER SERVICE				
Energy Charge per kWh: Primary Meter Secondary Meter	\$	.05256 .05868		
SCHEDULE LPR LARGE POWER RATE				
Energy Charge per kWh: Primary Meter Secondary Meter	\$	.05176 .05779		
SCHEDULE YL-1 YARD SECURITY LIGHT SERVICE				
Flat rate per light per month as follows: 175 Watt 400 Watt 500 Watt	\$ \$ \$	9.31 13.89 16.29		

1,500 Watt 400 Watt Flood	SCHEDULE IND 1	\$ 37.55 18.90
Energy Charge per kWh: Primary Meter Secondary Meter		\$ .05387 .05450
	SCHEDULE IND 2	
Energy Charge per kWh: Primary Meter Secondary Meter		\$ .04851
	SCHEDULE IND 1-B	
Energy Charge per kWh: Primary Meter Secondary Meter		\$ .04927 .04993

\*Big Sandy R.E.C.C. 504 11th Street Paintsville, KY 41240-1422

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