COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE)	
APPLICATION OF THE FUEL	j)	
ADJUSTMENT CLAUSE OF INTER-	j	CASE NO.
COUNTY ENERGY COOPERATIVE)	2017-00014
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 Inter-County Energy Cooperative Corporation ("Inter-County") for the two-year period from November 1, 2014, through October 31, 2016.

As part of this review, the Commission ordered Inter-County 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. Inter-County 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:

 During the period under review, Inter-County 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 Inter-County, has been directed to reduce its base energy rates by \$.00238 per kilowatt-hour ("kWh") for fuel costs.¹
- 3. Inter-County should be directed to reduce its base energy rates by \$.00250 per kWh to reflect, as adjusted for line loss, the reduction by East Kentucky to its base energy rates.²
- 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 Inter-County's base energy rates.

IT IS THEREFORE ORDERED that:

- The charges and credits applied by Inter-County through the FAC for the period from November 1, 2014, through October 31, 2016, are approved.
- 2. Inter-County shall deduct \$.00250 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.
- The rates in the Appendix to this Order are approved for service rendered by Inter-County on and after September 1, 2017, the effective date of East Kentucky's change in rates.

¹ 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).

² Inter-County used an incorrect percentage when adjusting for line loss in response to the Commission's February 6, 2017 Request for Information, Item 3. However, using the correct percentage resulted in no change to the rates calculated by Inter-County.

4. Within 20 days of the date of this Order, Inter-County shall file, using the Commission's electronic Tariff Filing System, its revised tariff sheets with the 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. 2017-00014 DATED AUG 0 7 2017

The following rates and charges are prescribed for the customers in the area served by Inter-County Energy 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 FARM AND HOME

All kWh per kWh

\$.09171

SCHEDULE 1-A FARM AND HOME MARKETING RATE (ETS)

All kWh per kWh

\$.05503

SCHEDULE 1 PREPAY SERVICE

All kWh per kWh

\$.09171

SMALL COMMERCIAL AND SMALL POWER

All kWh per kWh

\$.08688

SCHEDULE 4 LARGE POWER SERVICE

All kWh per kWh

\$.07284

SCHEDULE 5 ALL ELECTRIC SCHOOL

All kWh per kWh

\$.07543

SCHEDULE 6 OUTDOOR LIGHTING SERVICE-SECURITY LIGHT

Flat rate per light per month as follows:		
7,000 Lumen Lamp	\$	10.76
9,500 Lumen Security	\$	10.46
4,000 Lumen Dec. Col.	\$	12.98
9,550 Lumen Dec Col	\$	16.84 14.29
27,500 Lumen Dir. Fl. 50,000 Lumen Dir. Fl.	Φ Φ	20.31
27,500 Lumen Cobra	\$	13.35
107,800 Lumen Dir. Fl.	9999999	37.93
,	7	
<u>SCHEDULE IND B1</u> <u>LARGE INDUSTRIAL RATE</u>		
Energy Charge per kWh	\$.04946
<u>SCHEDULE IND B2</u> LARGE INDUSTRIAL RATE		
LANGE INDUSTRIAL NATE		
Energy Charge per kWh	\$.04319
SCHEDULE IND B3		
LARGE INDUSTRIAL RATE		
Energy Charge per kWh	\$.04205
Energy Charge per KWIII	Ψ	.04203
SCHEDULE IND C1		
LARGE INDUSTRIAL RATE		
	-	
Energy Charge per kWh	\$.04921
SCHEDULE IND C2		
LARGE INDUSTRIAL RATE		
Energy Charge per kWh	\$.04356
SCHEDULE IND C3		
LARGE INDUSTRIAL RATE		
Energy Charge per kWh	. \$.04243
Energy ondigo per Mili	Ψ	.0 12 10

*Inter-County Energy Cooperative Corporation 1009 Hustonville Road P. O. Box 87 Danville, KY 40423-0087

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