

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE)	
APPLICATION OF THE FUEL)	
ADJUSTMENT CLAUSE OF SHELBY)	CASE NO.
ENERGY COOPERATIVE, INC. FROM)	2017-00020
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 Shelby Energy Cooperative, Inc. ("Shelby") for the two-year period from November 1, 2014, through October 31, 2016.

As part of this review, the Commission ordered Shelby 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. Shelby 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, Shelby 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 Shelby, has been directed to reduce its base energy rates by \$.00238 per kilowatt-hour ("kWh") for fuel costs.¹

3. Shelby should be directed to reduce its base energy rates by \$.00247 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 Shelby's base energy rates.²

IT IS THEREFORE ORDERED that:

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

2. Shelby shall deduct \$.00247 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.

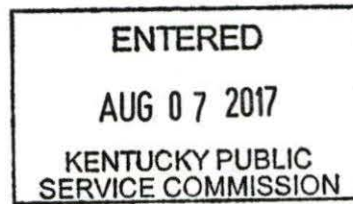
3. The rates in the Appendix to this Order are approved for service rendered by Shelby on and after September 1, 2017, the effective date of East Kentucky's change in rates.

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 The rates in the appendix reflect a reduction of \$.00247 per kWh to the rates approved by the Commission in Shelby's most recent base rate proceeding, Case No. 2016-00434, *Application of Shelby Energy Cooperative, Inc. for an Increase in its Retail Rates* (Ky. PSC Jul. 31, 2017).

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



ATTEST:



Acting Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2017-00020 DATED **AUG 07 2017**

The following rates and charges are prescribed for the customers in the area served by Shelby Energy Cooperative, 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.

RATE 12
RESIDENTIAL SERVICE

All kWh per kWh \$.08841

RATE 9
OFF-PEAK RETAIL MARKETING RATE (ETS)

All kWh per kWh \$.06034

RATE 15
PREPAY SERVICE

All kWh per kWh \$.08841

RATE 11
GENERAL SERVICE

All kWh per kWh \$.09061

RATE 2
LARGE POWER SERVICE

All kWh per kWh \$.06167

SCHEDULE B1
LARGE INDUSTRIAL RATE

All kWh per kWh \$.04983

SCHEDULE B2
LARGE INDUSTRIAL RATE

All kWh per kWh \$.04353

SCHEDULE B3
LARGE INDUSTRIAL RATE

All kWh per kWh \$.04293

SCHEDULE C1
LARGE INDUSTRIAL RATE

All kWh per kWh \$.04983

SCHEDULE C2
LARGE INDUSTRIAL RATE

All kWh per kWh \$.04353

SCHEDULE C3
LARGE INDUSTRIAL RATE

All kWh per kWh \$.04293

RATE 33
SPECIAL OUTDOOR LIGHTING SERVICE

All kWh per kWh \$.05789

RATE 22
OPTIONAL T-O-D DEMAND

First	100 kWh per kW Demand	\$.07075
Next	100 kWh per kW Demand	\$.06435
All Over	200 kWh per kW Demand	\$.05797

RATE 3
OUTDOOR AND STREET LIGHTING SERVICE

Flat rate per light per month as follows:

HPS 100 Watt Security Light	\$ 10.07
HPS 100 Watt Decorative Colonial Light	\$ 13.59
HPS 400 Watt Directional Flood Security and Street Light	\$ 20.34
HPS 250 Watt Directional Flood Security and Street Light	\$ 14.78
HPS 150 Watt Decorative Acorn Light	\$ 16.22

RATE 3L
LED OUTDOOR LIGHTING FACILITIES

Flat rate per light per month as follows:

Standard Light	\$ 10.76
Decorative Colonial	\$ 13.40
Cobra Head	\$ 14.63
Directional Flood Light	\$ 19.96

*Shelby Energy Cooperative, Inc.
620 Old Finchville Road
Shelbyville, KY 40065

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