COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC EXAMINATION OF THE APPLICATION)OF THE FUEL ADJUSTMENT CLAUSE OF THE EAST)CASE NO.2018-00024COOPERATIVES FROM MAY 1, 2017 THROUGH)OCTOBER 31, 2017)

ORDER

Pursuant to 807 KAR 5:056, the Commission established this case by Order dated February 16, 2018, to review and evaluate the operation of the Fuel Adjustment Clauses ("FACs") of: Big Sandy Rural Electric Cooperative Corporation, Blue Grass Energy Cooperative Corporation, Clark Energy Cooperative, Inc., Cumberland Valley Electric, Inc., Farmers Rural Electric Cooperative Corporation, Fleming-Mason Energy Cooperative, Inc., Grayson Rural Electric Cooperative Corporation, Inter-County Energy Cooperative Corporation, Jackson Energy Cooperative Corporation, Licking Valley Rural Electric Cooperative Corporation, Nolin Rural Electric Cooperative Corporation, Shelby Energy Cooperative, Inc., South Kentucky Rural Electric Cooperative Corporation, and Taylor County Rural Electric Cooperative Corporation (collectively "Cooperatives" or individually "Cooperative") from May 1, 2017, through October 31, 2017.

As part of this review, each Cooperative complied with the Commission's Order to submit certain information concerning its compliance with 807 KAR 5:056. The Commission further ordered that a public hearing be held in this case, and indicated that if no interested party notified the Commission by April 13, 2018, of its intent to attend, the hearing would be cancelled and the matter would be considered submitted for decision based on the evidence in the record. No individual or entity advised the Commission by April 13, 2018, of an intent to attend the hearing. The public hearing was cancelled, and the matter is considered submitted for decision based on the evidence in the record.

The Commission, having considered the evidence in the record and being otherwise sufficiently advised, finds no evidence that the Cooperatives have improperly calculated or applied their FAC charges.

IT IS THEREFORE ORDERED that:

1. The charges and credits applied by the Cooperatives through their FACs for the period May 1, 2017, through October 31, 2017 are approved.

2. This case is closed and removed from the Commission's docket.

By the Commission

ENTERED MAY 18 2018

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

ren R. Punso **Executive Director**

Case No. 2018-00024

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

*Taylor County R.E.C.C. Taylor County R.E.C.C. 625 West Main Street P. O. Box 100 Campbellsville, KY 42719

*Farmers R.E.C.C. Farmers R.E.C.C. 504 South Broadway P. O. Box 1298 Glasgow, KY 42141-1298

*Fleming-Mason Energy Cooperative, In Fleming-Mason Energy Cooperative, Inc. 1449 Elizaville Road P. O. Box 328 Flemingsburg, KY 41041

*Nolin R.E.C.C. Nolin R.E.C.C. 411 Ring Road Elizabethtown, KY 42701-6767

*South Kentucky R.E.C.C. South Kentucky R.E.C.C. 925-929 N Main Street P. O. Box 910 Somerset, KY 42502-0910

*Salt River Electric Cooperative Corp Salt River Electric Cooperative Corp. 111 West Brashear Avenue P. O. Box 609 Bardstown, KY 40004 *Blue Grass Energy Cooperative Corp. Blue Grass Energy Cooperative Corp. 1201 Lexington Road P. O. Box 990 Nicholasville, KY 40340-0990

*Clark Energy Cooperative, Inc. Clark Energy Cooperative, Inc. 2640 Ironworks Road P. O. Box 748 Winchester, KY 40392-0748

*Cumberland Valley Electric, Inc. Cumberland Valley Electric, Inc. Highway 25E P. O. Box 440 Gray, KY 40734

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

*Jackson Energy Cooperative Corporati Jackson Energy Cooperative Corporation 115 Jackson Energy Lane McKee, KY 40447

*Licking Valley R.E.C.C. Licking Valley R.E.C.C. P. O. Box 605 271 Main Street West Liberty, KY 41472

*Owen Electric Cooperative, Inc. Owen Electric Cooperative, Inc. 8205 Highway 127 North P. O. Box 400 Owenton, KY 40359 *Shelby Energy Cooperative, Inc. Shelby Energy Cooperative, Inc. 620 Old Finchville Road Shelbyville, KY 40065

*Grayson R.E.C.C. Grayson R.E.C.C. 109 Bagby Park Grayson, KY 41143