## COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

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ELECTRONIC APPLICATION OF LICKING	)	
VALLEY RURAL ELECTRIC COOPERATIVE	)	CASE NO.
CORPORATION FOR PASS-THROUGH OF	)	2021-00113
EAST KENTUCKY POWER COOPERATIVE,	)	
INC. WHOLESALE RATE ADJUSTMENT	)	

### ORDER

On April 1, 2021, Licking Valley Rural Electric Cooperative Corporation (Licking Valley RECC) filed an application to pass through any wholesale rate adjustment granted to East Kentucky Power Cooperative, Inc. (EKPC) in Case No. 2021-00103¹ pursuant to KRS 278.455(2) and 807 KAR 5:007. On July 30, 2021, Licking Valley RECC filed a revised schedule of proposed rates for its pass-through of EKPC's wholesale rate adjustment based upon the Stipulation, Settlement Agreement and Recommendation filed in Case No. 2021-00103.

There are no intervenors in this proceeding. By Order entered April 15, 2021, Licking Valley RECC's proposed rates were suspended up to and including October 5, 2021. Licking Valley RECC responded to two requests for information from Commission Staff. This matter now stands submitted for a decision.

<sup>&</sup>lt;sup>1</sup> Case No. 2021-00103, Electronic Application of East Kentucky Power Cooperative, Inc. for a General Adjustment of Rates, Approval of Depreciation Study, Amortization of Certain Regulatory Assets, and Other General Relief (filed Apr. 6, 2021).

# LEGAL STANDARD

The review of Licking Valley RECC's application is governed by KRS 278.455, which provides that authorized increases and decreases in a generation and transmission (G&T) cooperative's rates may be flowed through to the customers of a distribution cooperative. Specifically, KRS 278.455(2) states, in relevant part, that an authorized increase or decrease in a G&T cooperative's rates:

[M]ay, at the distribution cooperative's discretion, be allocated to each class and within each tariff on a proportional basis that will result in no change in the rate design currently in effect. In the event of an increase in the wholesale rats and tariffs of the wholesale supplier by the Public Service Commission, the rates and tariffs of the distribution cooperative that have been revised on a proportional basis to result in no change in the rate design shall be authorized and shall become effective on the same date as those of the wholesale supplier.

The review of Licking Valley RECC's application is also governed by Commission regulation 807 KAR 5:007, which establishes the filing and notice requirements for a distribution cooperative when rates change to reflect a change in the rates of its wholesale supplier. Specifically, pursuant to 807 KAR 5:007, Section 1(3) and Section 2(2), Licking Valley RECC is one of the 16 owner-member cooperatives of EKPC, and in accordance with KRS 278.455, Licking Valley RECC seeks to pass-through the increase in EKPC's wholesale rates. In accordance with 807 KAR 5:007, Sections 1(4), 2(1), and 2(2), Licking Valley RECC included with its application proposed tariffs, a comparison of current and proposed rates, and a billing analysis to demonstrate that the rate change does not alter the rate design currently in effect and the revenue change has been allocated to each class and within each tariff on a proportional basis.

### BACKGROUND

Licking Valley RECC is a not-for-profit, member-owned, rural electric distribution cooperative organized under KRS Chapter 279. Licking Valley RECC is engaged in the business of distribution retail electric power to 17,561 members in Breathitt, Elliott, Lee, Magoffin, Menifee, Rowan and Wolfe counties, Kentucky.<sup>2</sup> Licking Valley RECC does not own any electric generating facilities and is one of the 16-member cooperatives that own and receive wholesale power from EKPC. Licking Valley RECC's last general rate adjustment final Order was issued April 8, 2021, with a rehearing Order issued May 10, 2021, in Case No. 2020-00338.3

# PROPOSED PASS-THROUGH RATE ADJUSTMENT

Licking Valley RECC proposed to pass through EKPC's proposed wholesale rate increase based upon the 2019 billing information for each rate class in Licking Valley RECC's Commission-approved tariffs. Licking Valley RECC choose 2019 because it corresponds to the 2019 test period used by EKPC in Case No. 2021-00103.4 After adjustments for riders, billing adjustments, and other non-base-rate billing items, 5 Licking Valley RECC allocated EKPC's revenue increase first to each rate class and then to the individual base rate billing components of each class in order to maintain the current rate

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<sup>&</sup>lt;sup>2</sup> Annual Report of Licking Valley RECC to the Public Service Commission of the Commonwealth of Kentucky for the Calendar Year Ended December 31, 2020 at 45 and 53.

<sup>3</sup> Case No. 2020-00338, Electronic Application of Licking Valley Rural Electric Cooperative Corporation for a General Adjustment of Rates Pursuant to Streamlined Procedure Pilot Program Established in Case No. 2018-00407 (Ky. PSC May 10, 2021).

<sup>&</sup>lt;sup>4</sup> Application, Exhibit 9, Direct Testimony of John Wolfram (Wolfram Testimony) at 3.

<sup>&</sup>lt;sup>5</sup> These limited adjustments include a base energy charge adjustment due to a Commissionapproved Fuel Adjustment Clause roll-in effective February 1, 2020, and a few large commercial or industrial retail members who either switched rates or received revised contract demand amounts since 2019. Wolfram Testimony at 4.

design in effect.<sup>6</sup> Except for retail members served under a special electric contract, no distinctions were made between retail rate classes taking service under EKPC's different wholesale rate classes. For special electric contracts, the retail rate increases were determined using specific data provided by EKPC and is consistent with the treatment applied to these particular classes in EKPC's last rate case, Case No. 2010-00167.<sup>7</sup> For vacant rate classes, if the per-unit charges were identical to another existing rate class, the per-unit charge applied was equivalent.<sup>8</sup> Otherwise, a vacant rate classes' increase to each per-unit charge was the same percentage as the overall base rate increase for Licking Valley RECC.<sup>9</sup>

Licking Valley RECC stated that it considered the recent Commission Order in Case No. 2020-00095<sup>10</sup> (Kenergy Order), where the Commission clarified "proportional" in light of the language contained in KRS 278.455(2).<sup>11</sup> The Commission explained that proportional increases should result in an increase that would avoid undoing any past rate design and avoid distorting the current rate design while maintaining the spirit of the regulation.<sup>12</sup> The Commission stated the revenue generated from each class and each of the class's rate components must continue to contribute in the same proportion to the

<sup>&</sup>lt;sup>6</sup> Wolfram Testimony at 3.

<sup>&</sup>lt;sup>7</sup> Id. at 9. Case No. 2010-00167, Application of East Kentucky Power Cooperative, Inc. for General Adjustment of Electric Rates (Ky. PSC Jan. 14, 2011).

<sup>&</sup>lt;sup>8</sup> Wolfram Testimony at 9.

<sup>9</sup> Id.

<sup>&</sup>lt;sup>10</sup> Case No. 2020-00095, *Electronic Application of Kenergy Corp. for a Declaratory Order* (Ky. PSC Mar. 11, 2021).

<sup>&</sup>lt;sup>11</sup> *Id*. at 4.

<sup>&</sup>lt;sup>12</sup> Kenergy Order at 7.

total distribution cooperative revenue.<sup>13</sup> To accomplish this, the Commission explained that each class's revenue contribution percentage should be determined based upon the most recent Commission-approved revenue allocation. The revenue contribution percentage is then applied to the total of the distribution cooperative's portion of the G&T increase.<sup>14</sup>

Licking Valley RECC stated that the proposed rates were originally calculated based on the allocations from the last rate Order, but asserted that the Kenergy Order method produced self-evidently unreasonable results if the last approved revenue allocation was not consistent with the test year. Licking Valley RECC argued that due to changes in the customers mix within the rate calculation, specifically for those rates with a three-part rate design, the demand charge could actually decrease leading to the conclusion that it would be unreasonable to pass-through a wholesale increase in such a manner. Thus, the pass-through was allocated consistent with the method approved in the pass-through fillings for EKPC's last two rate cases so not to run afoul of the proportionality standard in KRS 278.455(2). Licking Valley RECC further argued that although the Kenergy Order stated that any revenue distortions could be addressed through subsequent rate fillings by a distribution cooperative, near-simultaneous rate cases would be filed due to the possible skewing effect between retail customer classes

<sup>13</sup> *Id*.

<sup>14</sup> Id.

<sup>&</sup>lt;sup>15</sup> Wolfram Testimony at 4–5.

<sup>&</sup>lt;sup>16</sup> *Id.* at 5 and Licking Valley RECC's Response to Commission Staff's First Request for Information (Staff's First Request) (filed May 27, 2021), Item 2.

<sup>&</sup>lt;sup>17</sup> Wolfram Testimony at 5–6.

and such a result would be inconsistent with the enactment of KRS 278.455, where the intent is to avoid the need for each distribution cooperative to file a rate case.<sup>18</sup>

## DISCUSSION

Based upon the case record and being otherwise sufficiently advised, the Commission finds that, due to the \$36,355,254 annualized increase in EKPC's wholesale rates for service rendered on and after October 1, 2021, that was approved by the Commission in Case No. 2021-00103, Licking Valley RECC's request for approval of a pass-through rate increase pursuant to KRS 278.455(2) should be approved.

The Commission further finds that, based on sufficient evidence in the case records, Licking Valley RECC met its burden of proof, in accordance with KRS 278.455(2), that the rate change does not alter the rate design currently in effect and that the revenue change has been allocated to each class and with each tariff on a proportional basis. This finding is based upon the Commission's review of the approach proposed by Licking Valley RECC to pass-through the increase of EKPC's wholesale rates and the allocation of such increase to its retail rates. The Commission recognizes the concern over using the last approved revenue allocation, especially given the anomalous results that are especially present in those distribution cooperatives that have not filed for a general rate increase for a substantial time. <sup>19</sup> In the Kenergy Order, the Commission expressed its concern that rate increases, particularly revenue neutral

<sup>18</sup> Id at 8

<sup>&</sup>lt;sup>19</sup> For example, the last general rate increase for Salt River Electric Cooperative (Salt River Electric) was September 28, 1993, hence the necessary information needed to obtain the appropriate revenue allocation was not readily available. See Case No. 2021-00116, *Electronic Application of Salt River Electric Cooperative Corporation for Pass-Through of East Kentucky Power Cooperative, Inc. Wholesale Rate Adjustment,* Salt River Electric's Response to Commission Staff's First Request for Information (filed May 26, 2021), Items 3 and 4.

increases, may result in a change of revenue allocation due to the change in rate design. For example, if a distribution cooperative proposes a revenue neutral rate design based upon a test year that differs from a Commission-approved test year, the class revenue allocation may differ, thus altering the approved allocation and rate design. For Licking Valley RECC, the Kenergy Order method did produce reasonable results as the test year for Licking Valley RECC's lastrate filing is the same as the instant case; hence, the results of the Kenergy Order and the preset test-year allocation method are identical.<sup>20</sup> Based upon this review, the Commission finds that Licking Valley RECC's approach complies with the provisions of KRS 278.455(2) and 807 KAR 5:007, Section 2(2), and therefore should be accepted. However, any revenue neutral case filed as a general rate case or under the Commission-approved streamlined process in Case No. 2018-00407<sup>21</sup> will apply the methodology outlined in the Kenergy Order.

In reviewing Licking Valley RECC's proposed revenue increase allocation under the settlement, the Commission notes that the proposed increase, \$884,083, differs from the \$885,595 increase allocated to Licking Valley RECC by EKPC.<sup>22</sup> Licking Valley RECC maintained that EKPC calculated member system rates on a wholesale rate class basis, and not by member system, while Licking Valley RECC's pass-through exhibit was prepared individually.<sup>23</sup> Licking Valley RECC further maintained that the difference was due to rounding and calculation of the fuel adjustment charge and environmental

<sup>&</sup>lt;sup>20</sup> Wolfram Testimony at 5.

<sup>&</sup>lt;sup>21</sup> Case No. 2018-00407, *A Review of the Rate Case Procedure for Electric Distribution Cooperatives* (Ky. PSC Dec. 20. 20219).

 $<sup>^{22}</sup>$  Licking Valley RECC's Response to Staff's Third Request for Information (filed Sept. 17, 2021), Item 1.

<sup>&</sup>lt;sup>23</sup> Id.

surcharge, and was negligible.<sup>24</sup> In its response, Licking Valley RECC did not provide adequate support to explain why the proposed increase for the member system differed from EKPC's calculation. While rounding errors may occur in rate design, the Commission expects Licking Valley RECC to explain and support why inputs differ between the wholesale provider and the member system.<sup>25</sup>

Based upon the Commission's authorization of a \$36,355,254 annualized increase in EKPC's wholesale rates effective for service rendered on and after October 1, 2021, Licking Valley RECC's wholesale power cost will increase by \$834,294, or 4.8 percent, annually. Furthermore, based upon Licking Valley RECC's proposed pass-through analysis as filed on July 30, 2021, the Commission will maintain the dollar denominated differences between the estimated wholesale increase and member system increase in the determination of the rates.

#### IT IS THEREFORE ORDERED that:

- 1. The rates and charges proposed by Licking Valley RECC are denied.
- 2. The approach proposed by Licking Valley RECC to allocate its portion of the increase in wholesale rates authorized in Case No. 2021-00103 is accepted.

<sup>&</sup>lt;sup>24</sup> Id

<sup>&</sup>lt;sup>25</sup> For example, there is a billing determinant difference between the special contract rate for Owen Electric Cooperative, Inc. (Owen Electric) and EKPC which results in differing revenues. See Case No. 2021-00115, *Electronic Application of Owen Electric Cooperative, Inc. for Pass-Through of East Kentucky Power Cooperative, Inc.'s Wholesale Rate Adjustment,* Owen Electric's Notice of Filing (filed July 30, 2021), Owen Electric filed Revised Exhibits of the proposed rates for the a pass-through of EKPC's wholesale rate adjustment, Staff 1-5-Owen-Settle-v2.xlsx and Case No. 2021-00103, *EKPC*, EKPC's Response to Commission Staff's Post-Hearing Requests for Information (filed Aug. 18, 2021), Item 10.

<sup>&</sup>lt;sup>26</sup> See, Appendix A.

3. The rates and charges in Appendix B, attached hereto, are fair, just and reasonable for Licking Valley RECC to charge for service rendered on and after October 1, 2021.

4. Within 20 days of the date of this Order, Licking Valley RECC shall file with the Commission, using the Commission's electronic Tariff Filing System, its revised tariffs as set forth in this Order reflecting that they were approved pursuant to this Oder.

5. This case is closed and removed from this Commission's docket.

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# By the Commission

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SEP 30 2021 rcs

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2021-00113 DATED SEP 30 2021

Rate B									
<b>EKPC Member</b>		Present	Final			Change	As Percent		
Big Sandy	\$	341,987	\$	350,744	\$	8,757	2.6%		
Blue Grass	\$	10,757,845	\$	11,035,263	\$	277,418	2.6%		
Clark	\$	-	\$	-	\$	-			
Cumberland Valley	\$	-	\$	-	\$	-			
Farmers	\$	-	\$	-	\$	-			
Fleming-Mason	\$	-	\$	-	\$	-			
Grayson	\$	1,733,635	\$	1,778,438	\$	44,803	2.6%		
Inter-County	\$	3,853,087	\$	3,952,115	\$	99,029	2.6%		
Jackson	\$	3,261,843	\$	3,345,035	\$	83,192	2.6%		
Licking Valley	\$	-	\$	-	\$	-			
Nolin	\$	1,546,266	\$	1,587,786	\$	41,520	2.7%		
Owen	\$	15,691,907	\$	16,113,009	\$	421,101	2.7%		
Salt River	\$	7,849,642	\$	8,048,401	\$	198,759	2.5%		
Shelby	\$	9,959,655	\$	10,210,443	\$	250,788	2.5%		
South Ky	\$	3,987,957	\$	4,089,565	\$	101,608	2.5%		
Taylor	\$	831,893	\$	853,592	\$	21,699	2.6%		
Total	\$	59,815,719	\$	61,364,392	\$	1,548,673	2.6%		

Rate C									
EKPC Member	Present			Final		Change	As Percent		
Big Sandy	\$	-	\$	-	\$	-	<del>-</del>		
Blue Grass	\$	-	\$	-	\$	-			
Clark	\$	-	\$	-	\$	-			
Cumberland Valley	\$	-	\$	-	\$	-			
Farmers	\$	2,875,951	\$	2,951,756	\$	75,804	2.6%		
Fleming-Mason	\$	7,135,643	\$	7,323,237	\$	187,594	2.6%		
Grayson	\$	-	\$	-	\$	-			
Inter-County	\$	-	\$	-	\$	-			
Jackson	\$	1,001,698	\$	1,027,537	\$	25,839	2.6%		
Licking Valley	\$	-	\$	-	\$	-			
Nolin	\$	-	\$	-	\$	-			
Owen	\$	-	\$	-	\$	-			
Salt River	\$	-	\$	-	\$	-			
Shelby	\$	-	\$	-	\$	-			
South Ky	\$	5,690,287	\$	5,841,773	\$	151,486	2.7%		
Taylor	\$	449,732	\$	461,248	\$	11,516	2.6%		
	\$	17,153,311	\$	17,605,550	\$	452,238	2.6%		

Rate E										
EKPC Member	Present		Final		Change	As Percent				
Big Sandy	\$	15,194,682	\$	15,929,940	\$	735,258	4.8%			
Blue Grass	\$	75,472,253	\$	79,160,079	\$	3,687,826	4.9%			
Clark	\$	31,113,089	\$	32,623,992	\$	1,510,903	4.9%			
Cumberland Valley	\$	29,974,144	\$	31,421,531	\$	1,447,387	4.8%			
Farmers	\$	31,649,009	\$	33,198,129	\$	1,549,120	4.9%			
Fleming-Mason	\$	30,724,488	\$	32,207,720	\$	1,483,231	4.8%			
Grayson	\$	15,892,923	\$	16,660,933	\$	768,010	4.8%			
Inter-County	\$	29,674,742	\$	31,124,764	\$	1,450,022	4.9%			
Jackson	\$	58,279,094	\$	61,105,989	\$	2,826,895	4.9%			
Licking Valley	\$	17,298,143	\$	18,132,437	\$	834,294	4.8%			
Nolin	\$	43,686,325	\$	45,822,867	\$	2,136,542	4.9%			
Owen	\$	74,903,441	\$	78,540,230	\$	3,636,790	4.9%			
Salt River	\$	75,530,233	\$	79,217,543	\$	3,687,310	4.9%			
Shelby	\$	23,218,841	\$	24,344,807	\$	1,125,966	4.8%			
South Ky	\$	79,696,530	\$	83,594,165	\$	3,897,636	4.9%			
Taylor	\$	31,773,345	\$	33,322,474	\$	1,549,129	4.9%			
	\$	664,081,280	\$	696,407,599	\$	32,326,319	4.9%			

Rate G									
EKPC Member		Present		Final		Change	As Percent		
Big Sandy	\$	-	\$	-	\$	-			
Blue Grass	\$	5,730,294	\$	5,874,687	\$	144,393	2.5%		
Clark	\$	-	\$	-	\$	-			
Cumberland Valley	\$	_	\$	-	\$	-			
Farmers	\$	-	\$	-	\$	-			
Fleming-Mason	\$	13,625,132	\$	13,976,173	\$	351,041	2.6%		
Grayson	\$	-	\$	-	\$	-			
Inter-County	\$	-	\$	-	\$	-			
Jackson	\$	-	\$	-	\$	-			
Licking Valley	\$	-	\$	-	\$	-			
Nolin	\$	6,160,848	\$	6,328,734	\$	167,886	2.7%		
Owen	\$	-	\$	-	\$	-			
Salt River	\$	-	\$	-	\$	_			
Shelby	\$	-	\$	-	\$	-			
South Ky	\$	-	\$	-	\$	_			
Taylor	\$		\$	_	\$	-			
	\$	25,516,274	\$	26,179,595	\$	663,320	2.6%		

Contract								
<b>EKPC Member</b>		Present		Final		Change	As Percent	
Big Sandy	\$	-	\$	-	\$	-		
Blue Grass	\$	-	\$	-	\$	-		
Clark	\$	-	\$	-	\$	-		
Cumberland Valley	\$	-	\$	-	\$	-		
Farmers	\$	-	\$	-	\$	-		
Fleming-Mason	\$	-	\$	-	\$	-		
Grayson	\$	-	\$	-	\$	-		
Inter-County	\$	-	\$	-	\$	-		
Jackson	\$	-	\$	-	\$	-		
Licking Valley	\$	-	\$	-	\$	-		
Nolin	\$	-	\$	-	\$	-		
Owen	\$	41,786,791	\$	42,872,821	\$	1,086,030	2.6%	
Salt River	\$	-	\$	-	\$	-		
Shelby	\$	-	\$	-	\$	-		
South Ky	\$	-	\$	-	\$	-		
Taylor	\$	-	\$	-	\$	-		
	\$	41,786,791	\$	42,872,821	\$	1,086,030	2.6%	

Steam									
<b>EKPC Member</b>		Present		Final		Change	As Percent		
Big Sandy	\$	-	\$	-	\$	-			
Blue Grass	\$	-	\$	-	\$	_			
Clark	\$	_	\$	-	\$	-			
Cumberland Valley	\$	-	\$	-	\$	_			
Farmers	\$	-	\$	-	\$	_			
Fleming-Mason	\$	10,716,264	\$	10,994,937	\$	278,674	2.6%		
Grayson	\$	-	\$	-	\$	_			
Inter-County	\$	-	\$	-	\$	_			
Jackson	\$	-	\$	-	\$	_			
Licking Valley	\$	-	\$	-	\$	_			
Nolin	\$	-	\$	-	\$	_			
Owen	\$	-	\$	-	\$	_			
Salt River	\$	-	\$	-	\$	_			
Shelby	\$	-	\$	-	\$	-			
South Ky	\$	-	\$	-	\$	-			
Taylor	\$		\$		\$	-			
	\$	10,716,264	\$	10,994,937	\$	278,674	2.6%		

Rate TGP										
<b>EKPC Member</b>	PC Member Prese		t Final			Change	As Percent			
Big Sandy	\$	-	\$	-	\$	-				
Blue Grass	\$	-	\$	-	\$	-				
Clark	\$	-	\$	-	\$	-				
Cumberland Valley	\$	-	\$	-	\$	-				
Farmers	\$	-	\$	-	\$	-				
Fleming-Mason	\$	3,422,394	\$	3,422,394	\$	-	0.0%			
Grayson	\$	-	\$	-	\$	-				
Inter-County	\$	-	\$	-	\$	-				
Jackson	\$	-	\$	-	\$	-				
Licking Valley	\$	-	\$	-	\$	-				
Nolin	\$	-	\$	-	\$	-				
Owen	\$	-	\$	-	\$	-				
Salt River	\$	-	\$	-	\$	-				
Shelby	\$	-	\$	-	\$	-				
South Ky	\$	-	\$	-	\$	-				
Taylor	\$	2,927,454	\$	2,927,454	\$	_	0.0%			
	\$	6,349,849	\$	6,349,849	\$	-	0.0%			

Total										
EKPC Member		Present		Final		Change	As Percent			
Big Sandy	\$	15,536,669	\$	16,280,684	\$	744,015	4.8%			
Blue Grass	\$	91,960,392	\$	96,070,029	\$	4,109,637	4.5%			
Clark	\$	31,113,089	\$	32,623,992	\$	1,510,903	4.9%			
Cumberland Valley	\$	29,974,144	\$	31,421,531	\$	1,447,387	4.8%			
Farmers	\$	34,524,960	\$	36,149,884	\$	1,624,924	4.7%			
Fleming-Mason	\$	65,623,921	\$	67,924,461	\$	2,300,540	3.5%			
Grayson	\$	17,626,559	\$	18,439,371	\$	812,813	4.6%			
Inter-County	\$	33,527,829	\$	35,076,879	\$	1,549,051	4.6%			
Jackson	\$	62,542,635	\$	65,478,561	\$	2,935,926	4.7%			
Licking Valley	\$	17,298,143	\$	18,132,437	\$	834,294	4.8%			
Nolin	\$	51,393,440	\$	53,739,387	\$	2,345,948	4.6%			
Owen	\$	132,382,139	\$	137,526,060	\$	5,143,921	3.9%			
Salt River	\$	83,379,874	\$	87,265,943	\$	3,886,069	4.7%			
Shelby	\$	33,178,496	\$	34,555,250	\$	1,376,754	4.1%			
South Ky	\$	89,374,774	\$	93,525,503	\$	4,150,730	4.6%			
Taylor	\$	35,982,424	\$	37,564,768	\$	1,582,344	4.4%			
	\$	825,419,487	\$	861,774,741	\$	36,355,254	4.4%			

## APPENDIX B

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2021-00113 DATED SEP 30 2021

The following rates and charges are prescribed for the customers served by Licking Valley Rural Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under the authority of this Commission prior to the effective date of this Order.

# SCHEDULE A Residential, Farm, Small Community Hall & Church Service

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Customer Charge Energy Charge per kWh		\$ ´ \$	16.50 0.095503
Consumer Facility Charge Energy Charge per kWh Prepay Service Fee	REPAY SERVICE – SCHEDULE A		16.50 0.095503 3.00
<u>Co</u>	SCHEDULE Bommercial and Small Power Service		
Customer Charge Energy Charge per kWh		\$ 2 \$	29.66 0.081333
Consumer Facility Charge Energy Charge per kWh Prepay Service Fee	REPAY SERVICE – SCHEDULE B  SCHEDULE LP		29.66 0.081333 3.00
	Large Power Service		
Customer Charge Energy Charge per kWh Demand Charge per kW		\$ 7 \$ \$	73.80 0.066776 7.59

# SCHEDULE LPR Large Power Rate

Customer Charge	\$ 1	13.46
Energy Charge per kWh	\$	0.058062
Demand Charge per kW	\$	7.13

# SCHEDULE SL Security Lights and/or Rural Lighting

Pole Rates	
25ft Wood Pole	\$ 3.16
30ft Wood Pole	\$ 3.65
Lighting	
175 Watt MV	\$ 10.56
100 Watt Metal Halide	\$ 10.70
250 Watt Metal Halide	\$ 16.35
400 Watt Metal Halide	\$ 22.47
68 Watt LED	\$ 9.58
108 Watt LED	\$ 11.47
202 Watt LED	\$ 18.05

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