COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE)	
APPLICATION OF THE FUEL)	
ADJUSTMENT CLAUSE OF FLEMING-)	CASE NO.
MASON ENERGY COOPERATIVE, INC.)	2017-00012
FROM 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 Fleming-Mason Energy Cooperative, Inc. ("Fleming-Mason") for the two-year period from November 1, 2014, through October 31, 2016.

As part of this review, the Commission ordered Fleming-Mason 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. Fleming-Mason 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, Fleming-Mason 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 Fleming-Mason, has been directed to reduce its base energy rates by \$.00238 per kilowatt-hour ("kWh") for fuel costs.¹
- 3. Except for its direct-served customer, Fleming-Mason should be directed to reduce its base energy rates by \$.00248 per kWh to reflect, as adjusted for line loss, the reduction by East Kentucky to its base energy rates. As there is no line loss adjustment for direct-served customers, Fleming-Mason should be directed to deduct \$.00238 per kWh from the base energy rate applicable to its direct-served customer.
- 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 Fleming-Mason's base energy rates.

IT IS THEREFORE ORDERED that:

- The charges and credits applied by Fleming-Mason through the FAC for the period from November 1, 2014, through October 31, 2016, are approved.
- 2. Except for its direct-served customer, Fleming-Mason shall deduct \$.00248 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. As there is no line loss adjustment for direct-served customers, Fleming-Mason shall deduct \$.00238 per kWh from the base energy rate applicable to its direct-served customer.

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).

3. The rates in the Appendix to this Order are approved for service rendered by Fleming-Mason 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, Fleming-Mason 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. 2017-00012 DATED AUG 0 7 2017

The following rates and charges are prescribed for the customers in the area served by Fleming-Mason 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.

RESIDENTIAL AND SMALL POWER (RSP)

Energy Charge per kWh Energy Charge per kWh (ETS)	\$ \$.08183 .05051
RSP - PREPAY SERVICE		
Energy Charge per kWh	\$.08183
RSP - INCLINING BLOCK RATE		
Energy Charge 0-300 kWh per kWh Energy Charge 301-500 kWh per kWh Energy Charge Over 500 kWh per kWh	\$ \$ \$.06433 .07433 .10433
RSP - TIME-OF-DAY		
On-Peak per kWh Off-Peak per kWh	\$.12272 .05752
SMALL GENERAL SERVICE		
Energy Charge per kWh	\$.06268
LARGE GENERAL SERVICE		
Energy Charge per kWh	\$.05133
OUTDOOR LIGHTING SERVICE Monthly Rate:		
Mercury Vapor: 7,000 Lumen-Standard Mercury Vapor: 7,000 Lumen-Ornamental	\$ \$	8.76 19.84

Mercury Vapor: 20,000 Lumen-Standard Mercury Vapor: 20,000 Lumen-Ornamental	\$ \$	16.87 26.48
High Pressure Sodium: 9,500 Lumen-Standard High Pressure Sodium: 9,500 Lumen-Ornamental High Pressure Sodium: 9,500 Lumen-Directional High Pressure Sodium: 22,000 Lumen-Standard High Pressure Sodium: 22,000 Lumen-Ornamental High Pressure Sodium: 22,000 Lumen-Directional High Pressure Sodium: 50,000 Lumen-Standard High Pressure Sodium: 50,000 Lumen-Ornamental High Pressure Sodium: 50,000 Lumen-Ornamental High Pressure Sodium: 50,000 Lumen-Directional	\$ \$ \$ \$ \$ \$ \$ \$ \$ \$	8.52 18.10 8.61 12.13 21.72 11.90 18.28 27.37 17.91
LED: 6,100 Lumen-Standard LED: 9,500 Lumen-Standard LED: 23,000 Lumen-Directional Flood	\$ \$ \$	8.10 11.15 19.67
ALL ELECTRIC SCHOOL		
Energy Charge per kWh	\$.08038
SPECIAL CONTRACTED SERVICE - INTERNATION	AL P	APER
Floatric:		
Electric: Energy Charge per kWh	\$.04047
And the second s	\$.04047
Energy Charge per kWh Steam:	2	
Energy Charge per kWh Steam: Energy Charge per MMBTU	2	
Energy Charge per kWh Steam: Energy Charge per MMBTU LARGE INDUSTRIAL SERVICE # 1	\$	4.318
Energy Charge per kWh Steam: Energy Charge per MMBTU LARGE INDUSTRIAL SERVICE # 1 Energy Charge per kWh	\$	4.318
Energy Charge per kWh Steam: Energy Charge per MMBTU LARGE INDUSTRIAL SERVICE # 1 Energy Charge per kWh LARGE INDUSTRIAL SERVICE # 2	\$	4.318
Energy Charge per kWh Steam: Energy Charge per MMBTU LARGE INDUSTRIAL SERVICE # 1 Energy Charge per kWh LARGE INDUSTRIAL SERVICE # 2 Energy Charge per kWh	\$	4.318
Energy Charge per kWh Steam: Energy Charge per MMBTU LARGE INDUSTRIAL SERVICE # 1 Energy Charge per kWh LARGE INDUSTRIAL SERVICE # 2 Energy Charge per kWh LARGE INDUSTRIAL SERVICE # 3	\$	4.318 .05044 .04672

LARGE INDUSTRIAL SERVICE # 5 Energy Charge per kWh \$.04722 LARGE INDUSTRIAL SERVICE # 6 Energy Charge per kWh \$.04263 LARGE INDUSTRIAL SERVICE # 4B Energy Charge per kWh \$.05094 LARGE INDUSTRIAL SERVICE # 5B Energy Charge per kWh \$.04722 LARGE INDUSTRIAL SERVICE # 6B Energy Charge per kWh \$.04263 LARGE INDUSTRIAL SERVICE # 7

Energy Charge per kWh

\$

.04263

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

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