COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE)	
APPLICATION OF THE FUEL)	
ADJUSTMENT CLAUSE OF TAYLOR)	CASE NO.
COUNTY RURAL ELECTRIC)	2017-00022
COOPERATIVE CORPORATION 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 Taylor County Rural Electric Cooperative Corporation ("Taylor County") for the two-year period from November 1, 2014, through October 31, 2016.

As part of this review, the Commission ordered Taylor 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. Taylor 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, Taylor 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 Taylor County, has been directed to reduce its base energy rates by \$.00238 per kilowatt-hour ("kWh") for fuel costs.¹
- Taylor County should be directed to reduce its base energy rates by \$.00252 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 Taylor County's base energy rates.²

IT IS THEREFORE ORDERED that:

- The charges and credits applied by Taylor County through the FAC for the period from November 1, 2014, through October 31, 2016, are approved.
- 2. Taylor County shall deduct \$.00252 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 Taylor 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 The rates in the appendix reflect a correction to the following rates filed by Taylor County in its amended response to the Commission's February 6, 2017 Request for Information, Item 4: Schedule A – Residential and Schedule R-1 – Residential Marketing Rate.

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

ATTECT.

Acting Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2017-00022 DATED AUG N 7 2017

The following rates and charges are prescribed for the customers in the area served by Taylor County Rural Electric 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 A RESIDENTIAL

All kWh per kWh

SCHEDULE R-1
RESIDENTIAL MARKETING RATE

All kWh per kWh

\$.07968

SCHEDULE GP – PART 1 LESS THAN 50 KVA

All kWh per kWh \$.07985

SCHEDULE GP – PART 2 50 KVA AND ABOVE

All kWh per kWh \$.05938

SCHEDULE B1 LARGE INDUSTRIAL RATE

All kWh per kWh \$.05057

SCHEDULE B2 LARGE INDUSTRIAL RATE

All kWh per kWh \$.04484

SCHEDULE B3 LARGE INDUSTRIAL RATE

All kWh per kWh

\$.04370

SCHEDULE C1 LARGE INDUSTRIAL RATE

All kWh per kWh

\$.05057

SCHEDULE C2 LARGE INDUSTRIAL RATE

All kWh per kWh

\$.04484

SCHEDULE C3 LARGE INDUSTRIAL RATE

All kWh per kWh

\$.04370

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