# SUIT, McCARTNEY, PRICE, PRICE & RUARK, PLLC

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RECEIVED

MAY 27 2010

PUBLIC SERVICE COMMISSION

May 27, 2010

Mr. Jeff Derouen Executive Director Public Service Commission 211 Sower Boulevard Frankfort, KY 40602

Re: Fleming-Mason Energy Cooperative, Inc., Pass-Through of East Kentucky Power Cooperative, Inc., Wholesale Rate Adjustment – PSC Case No. 2010-00173

Dear Mr. Derouen:

Please find enclosed for filing with the Commission an original and five copies of Fleming-Mason Energy' Filing for Pass-Through of East Kentucky Power Cooperative, Inc. ("EKPC") Wholesale Rate Adjustment in Case No. 2010-00167. This filing includes the following information as required by 807 KAR 5:007:

1. The full name and filing address of the filing cooperative is: [807 KAR 5:007, Sections 1(2) and 2(2)]

Fleming-Mason Energy Cooperative, Inc. P.O. Box 328 Flemingsburg, KY 41041

- 2. Fleming-Mason Energy's Proposed Tariffs reflecting the new rates specifying an effective date of July 1, 2010, the effective date of EKPC's wholesale rate change are attached as Exhibit 1. [807 KAR 5:007, Section 2(1)]
- 3. This filing is pursuant to the provisions of KRS 278.455(2). [807 KAR 5:007, Sections 1(3) and 2(2)]
- 4. A comparison of the current and proposed rates of Fleming-Mason Energy is attached as Exhibit 2. [807 KAR 5:007, Sections 1(4) and 2(2)].

- 5. Attached as Exhibit 3 is a billing analysis which shows the existing and proposed rates for each rate class. Fleming-Mason Energy hereby states that the effects of the increase in rates from its wholesale supplier, EKPC, are being passed through to its retail tariffs on a proportional basis and that the rate design structure proposed for each retail rate schedule does not change the rate design currently in effect. [807 KAR 5:007, Sections 1(5)(a) and 2(2)]
- 6. A certification that one complete copy of this filing also been filed with the Office of Rate Intervention, Office of the Attorney General, is attached as Exhibit 4. [807 KAR 5:007, Sections 1(6) and 2(2)]
- 7. Notice of the proposed rate change has been given, not more than thirty (30) days prior to May 27, 2010, by publication in a newspaper of general circulation in the affected area of Fleming-Mason Energy. A copy of this notice is attached as Exhibit 5. [807 KAR 5:007, Sections 1(7)(b), 1(8), and 2(2)]
- 8. The notice attached as Exhibit 5 contains the required information pursuant to 807 KAR 5:007, Section 3.

Fleming-Mason Energy hereby requests that the Commission accept this filing and allow the pass-through to its retail rates of the wholesale rate adjustment granted to EKPC as of the effective date of such adjustment.

Respectfully submitted,

Marin W. Suit

Marvin W. Suit

Attorney for Fleming-Mason Energy Cooperative, Inc.

MWS:jtr

**Enclosures** 

Fleming-Mason Energy Cooperative, Inc. P. O. Box 328 Flemingsburg, KY 41041 For All Territory Served

P.S.C. No. <u>3</u>

30th Revised Sheet No. 1 Canceling P.S.C. No. 3

29th Revised Sheet No. 1

| CLASSIFICATION OF SERVICE  |                  |            |
|--|------------------|------------|
| Residential and Small Power - Schedule RSP   | Rate<br>Per Unit |            |
| Applicability: Available to all members of the Cooperative for all service requiring not more than 25kVa of transformer capacity. All use is subject to the established rules and regulations of the Cooperative.  | i                |            |
| Character of Service: Single-phase 60 Hertz at 120/240 volts alternating current, or where available, three-phase 60 Hertz at 120/240 volts alternating current.   |                  |            |
| Monthly Rate:  |                  |            |
| Customer Charge  | \$10.92/Meter    | (I)        |
| Energy Charge - For All kwh  | \$0.09580/kWh    | <b>(I)</b> |
| Minimum Charge:  The monthly customer charge. For temporary or seasonal service a minimum charge of \$131.04 is required, payable at the time of request for service.  |                  | <b>(I)</b> |
| Temporary Service:  Temporary service shall be supplied in accordance with the foregoing rate except that the customer shall pay in addition to the foregoing charges the total cost of connecting and disconnecting service less the value of materials returned to stock. The Cooperative may require a deposit, in advance, or the full amount of the estimated bill for service, including the cost of connection and disconnection. |                  |            |

| Date of Issue    | <u>05/27/10</u> | Date Effective    | Service rendered on and after 07/01/10 |
|------------------|-----------------|-------------------|--|
| Issued By        |                 |                   | Title President and CEO                |
| Issued by author | ority of an ord | der of the Public | Service Commission of Kentucky.        |
|                  | Case No. 201    | 10-00173          | Dated                                  |

Fleming-Mason Energy Cooperative, Inc. P. O. Box 328 Flemingsburg, KY 41041 For All Territory Served

**P.S.C. No.** <u>3</u>

18th Revised Sheet No. 1d

Canceling P.S.C. No. 3

17th Revised Sheet No. 1d

#### Name of Issuing Inc.

| CLASSIFICATION OF SERVICE  |  |                  |  |
|--|--|------------------|--|
| Residential and Small Power - Ele  | ectric Thermal Storage Sch RSP-ETS   | Rate<br>Per Unit |  |
| OFF-PEAK Retail Marketing Rate   |  |                  |  |
| Schedule. The electric power and ene Small Power OFF-PEAK Retail Mark  | for Tariff Residential and Small Power ergy furnished under Tariff Residential and keting Rate shall be separately metered for and energy furnished will be billed under le. |                  |  |
| Character of Service: Single-phase 60 Hertz at 120/240 voltable three-phase 60 Hertz at 120/240 voltable for the service in th |  |                  |  |
| Monthly Rate:  |  |                  |  |
| Energy Charge - For All kwh  | \$0.05748/kWh ( <b>I</b> )   |                  |  |
| Schedule of Hours: This rate is only applicable for the  | below listed off-peak hours:   |                  |  |
| Months October thru April  | OFF-PEAK Hours – EST<br>12:00 Noon to 5:00 P.M.<br>10:00 P.M. to 7:00 A.M.   |                  |  |
| May thru September   | 10:00 P.M. to 10:00 A.M.   |                  |  |

| Date of Issue  | <u>05/27/10</u> | Date Effectiv     | e Service rendered on and after 07/01/10 |
|----------------|-----------------|-------------------|--|
| Issued By      |                 |                   | Title President and CEO                  |
| Issued by auth | ority of an ord | der of the Public | Service Commission of Kentucky.          |
| •              | Case No. 20     | 10-00173          | Dated                                    |

Fleming-Mason Energy Cooperative, Inc. P. O. Box 328 Flemingsburg, KY 41041

#### For All Territory Served

**P.S.C. No.** <u>3</u>

28th Revised Sheet No. 2 Canceling P.S.C. No. 3

# 27th Revised Sheet No. 2

| CLASSIFICATION OF SERVICE  |   |
|--|---|
| Small General Service - Schedule SGS   | Rate<br>Per Unit  |
| Applicability: Available to all members of the Cooperative for all service requiring 30kva to 112.5kva transformer capacity. All use is subject to the established rules and regulations of the Cooperative.   |   |
| Character of Service: Single-phase 60 Hertz alternating current, or where available, three-phase 60 Hertz alternating current, at the Cooperative's prevailing voltage levels.   |   |
| Monthly Rate:  |   |
| Customer Charge Demand Charge - Per Billing KW Energy Charge - All kwh   | \$49.65/Meter (I)<br>\$7.47/KW (I)<br>\$0.07244/kWh (I) |
| Determination of Billing Demand:  The billing demand shall be the maximum average kilowatt load used by the consumer for any period of fifteen consecutive minutes during the month for which the bill is rendered, as indicated or recorded by a demand meter.  |   |
| Power Factor:  The consumer agrees to maintain unity power factor as nearly as practicable. The Cooperative reserves the right to measure such power factor at the time. Should such measurements indicate that the power factor at the time of maximum demand is less than 90%, the demand for billing purposes shall be the demand as indicated or recorded by the demand meter multiplied by 90% and divided by the percent power factor. |   |

| Date of Issue   | 05/27/10        | Date Effective    | Service rendered on and after 07/01/10 |
|-----------------|-----------------|-------------------|--|
| Issued By       |                 |                   | Title President and CEO                |
| Issued by auth- | ority of an ord | der of the Public | Service Commission of Kentucky.        |
|                 | Case No. 201    | 10-00173          | Dated                                  |

For All Territory Served

Fleming-Mason Energy Cooperative, Inc. P. O. Box 328 Flemingsburg, KY 41041 P.S.C. No. 3 28th Revised Sheet No. 2a Canceling P.S.C. No. 3 27th Revised Sheet No. 2a

|  | ·                |
|--|------------------|
| Small General Service - Schedule SGS   | Rate<br>Per Unit |
| Minimum Charge: The monthly customer charge. For temporary or seasonal service a minimum charge of \$595.80 per annum is required in lieu of the monthly customer charge bayable at the time of request for service.   | <b>(I)</b>       |
| Temporary Service:  Temporary service shall be supplied in accordance with the foregoing rate except that the customer shall pay in addition to the foregoing charges the total cost of connecting and disconnecting service less the value of materials returned to stock. The Cooperative may require a deposit, in advance, or the full amount of the estimated bill for service, including the cost of connection and disconnection. |                  |
| Fuel Adjustment Clause:  The above rate may be increased or decreased by an amount per kwh equal to he fuel adjustment amount per kwh as billed by the Wholesale Power Supplier blus an allowance for line losses. The allowance for line losses will not exceed 10% and is based on a twelve month moving average of such losses. This fuel clause is subject to all other applicable provisions as set out in 807 KAR 5:056.           |                  |
|  |                  |

| Date of Issue  | <u>05/27/10</u> | Date Effectiv      | ve Service rendered on and after 07/01 |
|----------------|-----------------|--------------------|--|
| Issued By      |                 |                    | Title President and CEO                |
| Issued by auth | ority of an o   | rder of the Public | Service Commission of Kentucky.        |
|                | Case No. 20     | 010-00173          | Dated                                  |

Fleming-Mason Energy Cooperative, Inc. P. O. Box 328 Flemingsburg, KY 41041

# For All Territory Served

P.S.C. No. <u>3</u>

30th Revised Sheet No. 3

Canceling P.S.C. No. 3

29th Revised Sheet No. 3

| CLASSIFICATION OF SERVICE   |   |            |
|---|---|------------|
| Large General Service - Schedule LGS  | Rate<br>Per Unit                            |            |
| Applicability: Available to all members of the Cooperative for all service requiring greater than 112.5kva at voltages of 25kv or less. All use is subject to the established rules and regulations of the Cooperative.   |   |            |
| Character of Service: Three-phase 60 Hertz alternating current at the Cooperative's prevailing voltage levels.  |   |            |
| Monthly Rate:   |   |            |
| Customer Charge<br>Demand Charge - Per Billing KW<br>Energy Charge - All kWh  | \$66.07/Meter<br>\$6.99/KW<br>\$0.06099/kWh | (I)<br>(I) |
| Determination of Billing Demand:  The billing demand shall be the maximum kilowatt demand established by the consumer for any period of fifteen consecutive minutes during the month for which the bill is rendered, as indicated or recorded by a demand meter and adjusted for power factor as provided below.  |   |            |
| Power Factor Adjustment: The consumer agrees to maintain unity power factor as nearly as practicable. Power factor may be measured at any time. Should such measurements indicate that the power factor at the time of maximum demand is less than 90%, the demand for billing purposes shall be the demand as indicated or recorded by the demand meter multiplied by 90% and divided by the percent power factor. |   |            |

| Date of Issue    | 05/27/10             | Date Effective    | Service rendered on and after 07/01/10 |
|------------------|----------------------|-------------------|--|
| Issued By        |                      |                   | Title President and CEO                |
| Issued by author | ority of an order of | f the Public Serv | ice Commission of Kentucky.            |
|                  | Case No. 2010-00     | <u>)173</u> Date  | ed                                     |

For All Territory Served

Fleming-Mason Energy Cooperative, Inc. P. O. Box 328 Flemingsburg, KY 41041 P.S.C. No. 30th Revised Sheet No. 3a  $\overline{\text{Canceling P.S.C. No.}} \quad \underline{3}$ 29th Revised Sheet No. 3a

| CLASSIFICATION OF SERVICE  |                  |  |  |  |
|--|------------------|--|--|--|
| Large General Service - Schedule LGS   | Rate<br>Per Unit |  |  |  |
| Minimum Charge:  The monthly customer charge. For temporary or seasonal service a minimum charge of \$792.84 per annum is required in lieu of the monthly customer charge payable at the time of request for service.  | <b>(I)</b>       |  |  |  |
| Temporary Service:  Temporary service shall be supplied in accordance with the foregoing rate except that the customer shall pay in addition to the foregoing charges the total cost of connecting and disconnecting service less the value of materials returned to stock. The Cooperative may require a deposit, in advance, or the full amount of the estimated bill for service, including the cost of connection and disconnection. |                  |  |  |  |
| Fuel Adjustment Clause:  The above rate may be increased or decreased by an amount per kwh equal to the fuel adjustment amount per kwh as billed by the Wholesale Power Supplier plus an allowance for line losses. The allowance for line losses will not exceed 10% and is based on a twelve month moving average of such losses. This fuel clause is subject to all other applicable provisions as set out in 807 KAR 5:056.          |                  |  |  |  |
|  |                  |  |  |  |

| Date of Issue   | <u>05/27/10</u> | Date Effective | Service rendered on and after 07/01/10 |  |  |
|---|-----------------|----------------|--|--|--|
| Issued By   |                 |                | Title President and CEO                |  |  |
| Issued by authority of an order of the Public Service Commission of Kentucky. |                 |                |  |  |  |
|   | Case No. 20     | 10-00173 I     | Dated                                  |  |  |

Fleming-Mason Energy Cooperative, Inc. P. O. Box 328 Flemingsburg, KY 41041 P.S.C. No. 3
29th Revised Sheet No. 4a
Canceling P.S.C. No. 3
28th Revised Sheet No. 4a

| excess of 300 feet, plus the cost difference if any, for that portion of the service or facilities under 300 feet. In a similar manner the member will pay the difference in the cost of operation and maintaining such a system or equipment and the cost of operation and maintaining a conventional overhead system.  5. Any installation costs which are to be borne by the member are due and payable at the time of installation.  Monthly Rate:  Mercury Vapor 7,000 Lumens (approx.)  Watt 207  Standard Service \$9.47  Ornamental Service \$20.64 |                   |
|---|-------------------|
| facilities under 300 feet. In a similar manner the member will pay the difference in the cost of operation and maintaining such a system or equipment and the cost of operation and maintaining a conventional overhead system.  5. Any installation costs which are to be borne by the member are due and payable at the time of installation.  Monthly Rate:  Mercury Vapor 7,000 Lumens (approx.)  Watt 7,000 Lumens (approx.)  Standard Service 99.47  Cornamental Service \$20.64  | Rate<br>r Unit    |
| payable at the time of installation.  Monthly Rate:  Mercury Vapor 7,000 Lumens (approx.)  207  Standard Service Ornamental Service \$9.47  Ornamental Service \$20.64  |                   |
| Mercury Vapor 7,000 Lumens (approx.)  207 Standard Service \$ 9.47 Ornamental Service \$20.64  20,000 Lumens (approx.)  453 Standard Service \$18.40  |                   |
| Ornamental Service \$20.64 20,000 Lumens (approx.) 453 Standard Service \$18.40   |                   |
| 20,000 Lumens (approx.) 453 Standard Service \$18.40  | /Mo. <b>(I)</b>   |
| - 1,0 0 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 -   | 1/Mo. <b>(I)</b>  |
| ,   | )/Mo. <b>(I)</b>  |
|   | 9/Mo. <b>(I)</b>  |
| High Pressure Sodium Watt   |                   |
|   | 6/Mo. <b>(I)</b>  |
| · · · · · · · · · · · · · · · · · · ·   | 1/Mo. <b>(I)</b>  |
| 4.200   | 5/Mo. <b>(I)</b>  |
| φ 7.0.  | // IVIO. (1)      |
| 22,000 Lumens (approx.) 242 Standard Service \$12.98  | 8/Mo. <b>(I)</b>  |
| (F)   | 5/Mo. (I)         |
| Ψ22.00  | 4./Mo. <b>(I)</b> |
| \$12.7  | T./ 1VIO. (X)     |
| 50,000 Lumens (approx.) 485 Standard Service \$19.93  | 3/Mo. <b>(I)</b>  |
| Ψ17.7.  | 9/Mo. <b>(I)</b>  |
| Ψ27.0.  | 6/Mo. <b>(I)</b>  |

| Date of Issue  | 05/27/10        | Date Effective    | Service rendered on and after 07/01/10 |
|----------------|-----------------|-------------------|--|
| Issued By      |                 |                   | Title President and CEO                |
| Issued by auth | ority of an ord | ler of the Public | Service Commission of Kentucky.        |
|                | Case No. 201    | <u>0-00173</u>    | Dated                                  |

Fleming-Mason Energy Cooperative, Inc. P. O. Box 328 Flemingsburg, KY 41041

#### For All Territory Served

P.S.C. No. 3 30<sup>th</sup> Revised Sheet No. 1 Canceling P.S.C. No. 3 29th Revised Sheet No. 1

| CLASSIFICATION OF SERVICE  |                                |            |  |  |  |
|--|--------------------------------|------------|--|--|--|
| All Electric School - Schedule AES   | Rate<br>Per Unit               |            |  |  |  |
| Applicability:  Available to all public or nonprofit private schools whose total energy requirement excluding lighting for athletic fields, is supplied by electricity furnished by the Cooperative. |                                |            |  |  |  |
| Character of Service: Single or three-phase 60 Hertz alternating current, at the Cooperative's prevailing voltage levels.  |                                |            |  |  |  |
| Monthly Rate:  |                                |            |  |  |  |
| Customer Charge<br>Energy Charge - For All kWh   | \$65.44/Meter<br>\$0.09030/kWh | (I)<br>(I) |  |  |  |
| Minimum Charge:  The minimum annual charge will be not less than \$19.00 per kva of required transformer capacity as determined by the Cooperative.  |                                |            |  |  |  |
| Term of Contract:  Service under this rate schedule will be furnished under an "Agreement for Purchase of Power" for a term of not less than five (5) years.   |                                |            |  |  |  |
|  |                                |            |  |  |  |

| Date of Issue $0.3$ | 5/27/10                   | Date Effective | Service rendered on and after 07/01/10 |
|---------------------|---------------------------|----------------|--|
| Issued By           |                           |                | Title President and CEO                |
| Issued by authori   | ty of an order of the     | Public Service | Commission of Kentucky.                |
| Са                  | ase No. <u>2010-00173</u> | Dated _        |  |

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# Form for Filing Rate Schedules

Fleming-Mason Energy Cooperative, Inc. P. O. Box 328 Flemingsburg, KY 41041 For All Territory Served
P.S.C. No. 3

16th Revised Sheet No. 8 Canceling P.S.C. No. 3 15th Revised Sheet No. 8

| CLASSIFICATION OF SERVICE   |   |  |  |  |
|---|---|--|--|--|
| Large Industrial Service - Schedule LIS 1   | Rate<br>Per Unit  |  |  |  |
| Applicability: Available to all members of the Cooperative for all service where the monthly contract demand is between 1000KW and 4999 KW. All use is subject to the established rules and regulations of the Cooperative.   |   |  |  |  |
| Condition: An "Agreement for Purchased Power" shall be executed by the consumer for service under this schedule.  |   |  |  |  |
| Character of Service: Three-phase 60 Hertz alternating current as specified in Agreement for Purchased Power.  Monthly Rate:  |   |  |  |  |
| Customer Charge Demand Charge - Per Billing KW Energy Charge - For All kWh  | \$616.67/Mo. (I)<br>\$ 9.02/KW (I)<br>\$0.06009/kWh (I) |  |  |  |
| Determination of Billing Demand:  The monthly billing demand shall be the greater of (A) or (B) listed below:  (A) The contract demand  (B) The kilowatt demand as metered at the load center shall be the highest average rate at which energy is used during any fifteen minute interval during the current month during the below listed hours:  Months  Hours Applicable for Demand Billing-EST  October - April  7:00 A.M. to 12:00 Noon; 5:00 P.M. to 10:00 P.M.  May - September  10:00 A.M. to 10:00 P.M. |   |  |  |  |

| Date of Issue  | <u>U3/27/10</u> | Date Effective    | Service rendered on and after 07/01/10 |
|----------------|-----------------|-------------------|--|
| Issued By      |                 |                   | Title President and CEO                |
| Issued by auth | ority of an ord | ler of the Public | Service Commission of Kentucky.        |
| •              | Case No. 201    | 10-00173          | Dated                                  |

#### Page 10 of 19

# Form for Filing Rate Schedules

Fleming-Mason Energy Cooperative, Inc. P. O. Box 328 Flemingsburg, KY 41041 P.S.C. No. 3

For All Territory Served

16th Revised Sheet No. 9 Canceling P.S.C. No. 3 15th Revised Sheet No. 9

| CLASSIFICATION OF SERVICE (I)  |   |  |  |  |
|--|---|--|--|--|
| Large Industrial Service - Schedule LIS 2  | Rate<br>Per Unit  |  |  |  |
| Applicability: Available to all members of the Cooperative for all service where the monthly contract demand is between 5000KW and 9999 KW. All use is subject to the established rules and regulations of the Cooperative.        |   |  |  |  |
| Condition: An "Agreement for Purchased Power" shall be executed by the consumer for service under this schedule.   |   |  |  |  |
| Character of Service: Three-phase 60 Hertz alternating current as specified in Agreement for Purchased Power.  |   |  |  |  |
| Monthly Rate:  |   |  |  |  |
| Customer Charge Demand Charge - Per Billing kW Energy Charge - For All kWh   | \$1232.16/Mo (I)<br>\$ 9.02/kW (I)<br>\$0.05634/kWh (I) |  |  |  |
| Determination of Billing Demand:   |   |  |  |  |
| The monthly billing demand shall be the greater of (A) or (B) listed below  (A) The contract demand  |   |  |  |  |
| (A) The contract demand (B) The kilowatt demand as metered at the load center shall be the highest average rate at which energy is used during any fifteen minute interval during the current month during the below listed hours: |   |  |  |  |
| Months Hours Applicable for Demand Billing-EST   |   |  |  |  |
| October - April 7:00 A.M. to 12:00 Noon;   |   |  |  |  |
| 5:00 P.M. to 10:00 P.M.  May - September 10:00 A.M. to 10:00 P.M.  |   |  |  |  |

| Date of Issue  | 05/27/10       | Date Effective    | Service rendered on and after 07/01/10 |
|----------------|----------------|-------------------|--|
| Issued By      |                |                   | Title President and CEO                |
| Issued by auth | ority of an or | der of the Public | Service Commission of Kentucky.        |
|                | Case No. 20    | 10-00173          | Dated                                  |

Fleming-Mason Energy Cooperative, Inc. P. O. Box 328 Flemingsburg, KY 41041 For All Territory Served

P.S.C. No. 3

27th Revised Sheet No. 7 Canceling P.S.C. No. 3 26th Revised Sheet No. 7

| CLASSIFICATION OF SERVICE (I)  |   |  |  |  |
|--|---|--|--|--|
| Large Industrial Service - Schedule LIS 3  | Rate<br>Per Unit  |  |  |  |
| Applicability: Available to all members of the Cooperative for all service where the monthly contract demand is 10,000 KW and above. All use is subject to the established rules and regulations of the Cooperative.   |   |  |  |  |
| Condition: An "Agreement for Purchased Power" shall be executed by the consumer for service under this schedule.   |   |  |  |  |
| Character of Service: Three-phase 60 Hertz alternating current as specified in Agreement for Purchased Power.  Monthly Rate:   |   |  |  |  |
| Customer Charge Demand Charge - Per Billing kW Energy Charge - For All kWh   | \$1232.16/Mo (I)<br>\$ 7.37/kW (I)<br>\$0.05513/kWh (I) |  |  |  |
| Determination of Billing Demand:  The monthly billing demand shall be the greater of (A) or (B) listed  (A) The contract demand  (B) The kilowatt demand as metered at the load center shall be the highest average rate at which energy is used during any fifteen minute interval during the current month during the below listed hours:  Months  Hours Applicable for Demand Billing-EST |   |  |  |  |
| October - April 7:00 A.M. to 12:00 Noon; 5:00 P.M. to 10:00 P.M. May - September 10:00 A.M. to 10:00 P.M.  |   |  |  |  |

| Date of Issue    | <u>05/27/10</u> | Date Effective    | e Service rendered on and after 07/01/10 |
|------------------|-----------------|-------------------|--|
| Issued By        |                 |                   | Title President and CEO                  |
| Issued by author | ority of an ord | der of the Public | Service Commission of Kentucky.          |
|                  | Case No. 201    | 10-00173          | Dated                                    |

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# Form for Filing Rate Schedules

Fleming-Mason Energy Cooperative, Inc. P. O. Box 328 Flemingsburg, KY 41041 P.S.C. No. <u>3</u> 16th Revised **Sheet No.** <u>10</u>

For All Territory Served

Canceling P.S.C. No. 3 15th Revised Sheet No. 10

| CLASSIFICATION OF SERVICE  |   |  |  |  |
|--|---|--|--|--|
| Large Industrial Service - Schedule LIS 4  | Rate<br>Per Unit  |  |  |  |
| Applicability: Available to all members of the Cooperative for individual metered service where the monthly contract demand is 500 - 4999 KW with a monthly energy usage equal to or greater then 400 hours per KW of billing demand.  Condition: An "Agreement for Purchased Power" shall be executed by the consumer for service under this schedule. Character of Service: Three-phase 60 Hertz alternating current as specified in Agreement for Purchased Power. Monthly Rate:  Customer Charge Demand Charge - Per Billing kW Energy Charge - For All kWh  Determination of Billing Demand: The monthly billing demand shall be the greater of (A) or (B) listed below  (A) The contract demand  (B) The ultimate consumer's highest demand during the current month or preceding eleven months coincide with load center's peak demand. The load center's peak demand is the highest average rate at which energy is used during any fifteen minute interval in the below listed hours for each month and adjusted for power factor as provided herein:  Months Hours Applicable for Demand Billing-EST October - April 7:00 A.M. to 12:00 Noon; 5:00 P.M. to 10:00 P.M. May - September 10:00 A.M. to 10:00 P.M. | \$616.67/Mo. (I)<br>\$ 6.21/kW (I)<br>\$0.06220/kWh (I) |  |  |  |

| Date of Issue  | 05/27/10        | Date Effective    | Service rendered on and after 07/01/10 |
|----------------|-----------------|-------------------|--|
| Issued By      |                 |                   | Title President and CEO                |
| Issued by auth | ority of an ord | ler of the Public | Service Commission of Kentucky.        |
|                | Case No. 201    | 0-00173           | Dated                                  |

Fleming-Mason Energy Cooperative, Inc. P. O. Box 328 Flemingsburg, KY 41041

#### For All Territory Served

P.S.C. No. 3 16th Revised Sheet No. 11 Canceling P.S.C. No. 3 15th Revised Sheet No. 11

| CLASSIFICATION OF SERVICE   |  |                   |  |  |
|---|--|-------------------|--|--|
| Large Industrial Service - Schedule LIS 5   | Rate<br>Per Unit                           |                   |  |  |
| Applicability: Available to all members of the Cooperative for individual metered service where the monthly contract demand is 5000 - 9999 KW with a monthly energy usage equal to or greater then 400 hours per KW of billing demand.  Condition: An "Agreement for Purchased Power" shall be executed by the consumer for service under this schedule. Character of Service: Three-phase 60 Hertz alternating current as specified in Agreement for Purchased Power.  Monthly Rate:  Customer Charge Demand Charge - Per Billing kW Energy Charge - For All kWh  Determination of Billing Demand: The monthly billing demand shall be the greater of (A) or (B) listed below: (A) The contract demand (B) The ultimate consumer's highest demand during the current month or preceding eleven months coincide with load center's peak demand. The load center's peak demand is the highest average rate at which energy is used during any fifteen minute interval in the below listed hours for each month and adjusted for power factor as provided herein:  Months Hours Applicable for Demand Billing-EST October - April 7:00 A.M. to 12:00 Noon; 5:00 P.M. to 10:00 P.M. May - September 10:00 A.M. to 10:00 P.M. | \$1232.16/Mo<br>\$6.21/kW<br>\$0.05845/kWh | (I)<br>(I)<br>(I) |  |  |

| Date of Issue  | 05/27/10      | Date Effective     | Service rendered on and after 07/01/10 |
|----------------|---------------|--------------------|--|
| Issued By      |               |                    | Title President and CEO                |
| Issued by auth | ority of an o | rder of the Public | Service Commission of Kentucky.        |
|                | Case No. 20   | 010-00173          | Dated                                  |

Fleming-Mason Energy Cooperative, Inc. P. O. Box 328 Flemingsburg, KY 41041

#### For All Territory Served

P.S.C. No. 3 16th Revised Sheet No. 12 Canceling P.S.C. No. 3 15th Revised Sheet No. 12

| CLASSIFICATION OF SERVICE   |   |                   |  |  |
|---|---|-------------------|--|--|
| Large Industrial Service - Schedule LIS 6   | Rate<br>Per Unit                            |                   |  |  |
| Applicability: Available to all members of the Cooperative for individual metered service where the monthly contract demand is 10,000 KW and above with a monthly energy usage equal to or greater then 400 hours per KW of billing demand.  Condition: An "Agreement for Purchased Power" shall be executed by the consumer for service under this schedule. Character of Service: Three-phase 60 Hertz alternating current as specified in Agreement for Purchased Power.  Monthly Rate:  Customer Charge Demand Charge - Per Billing kW Energy Charge - For All kWh  Determination of Billing Demand: The monthly billing demand shall be the greater of (A) or (B) listed below: (A) The contract demand  (B) The ultimate consumer's highest demand during the current month or preceding eleven months coincide with load center's peak demand. The load center's peak demand is the highest average rate at which energy is used during any fifteen minute interval in the below listed hours for each month and adjusted for power factor as provided herein:  Months Hours Applicable for Demand Billing-EST October - April 7:00 A.M. to 12:00 Noon; 5:00 P.M. to 10:00 P.M. May - September 10:00 A.M. to 10:00 P.M. | \$1232.16/Mo<br>\$ 6.21/kW<br>\$0.05382/kWh | (I)<br>(I)<br>(I) |  |  |

| Date of Issue   | <u>05/27/10</u>    | Date Effective | Service rendered on and after 07/01/10 |  |  |
|---|--------------------|----------------|--|--|--|
| Issued By   |                    |                | Title President and CEO                |  |  |
| Issued by authority of an order of the Public Service Commission of Kentucky. |                    |                |  |  |  |
|   | Case No. <u>20</u> | 10-00173       | Dated                                  |  |  |

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# Form for Filing Rate Schedules

Fleming-Mason Energy Cooperative, Inc. P. O. Box 328 Flemingsburg, KY 41041 P.S.C. No. <u>3</u>
<u>14th Revised</u> **Sheet No.** <u>13</u>

For All Territory Served

Canceling P.S.C. No. 3 13th Revised Sheet No. 13

| CLASSIFICATION OF SERVICE  |   |  |  |  |
|--|---|--|--|--|
| Large Industrial Service - Schedule LIS 4B   | Rate<br>Per Unit  |  |  |  |
| Applicability: Available to all members of the Cooperative for individual metered service where the monthly contract demand is 500 – 4999 KW with a monthly energy usage equal to or greater then 400 hours per KW of billing demand.  Condition: An "Agreement for Purchased Power" shall be executed by the consumer for service under this schedule.  Character of Service: Three-phase 60 Hertz alternating current as specified in Agreement for Purchased Power.  Monthly Rate:                            |   |  |  |  |
| Customer Charge Demand Charge – Per Contract kW Demand Charge - Per kW in Excess of Contract Energy Charge - For All kWh   | \$616.67/Mo. (I)<br>\$ 6.21/kW (I)<br>\$ 9.02/kW (I)<br>\$0.06220/kWh (I) |  |  |  |
| Determination of Billing Demand:  The monthly billing demand (kilowatt demand) shall be the contract demand plus any excess demand. Excess demand occurs when the ultimate consumer's highest demand during the current month, coincident with the load center's peak, exceeds the contract demand. The load center's peak demand is highest average rate at which energy is used during any fifteen-minute interval in the below listed hours for each month and adjusted for power factor as provided therein: |   |  |  |  |
| Months October - April October - April October - April October - April 7:00 A.M. to 12:00 Noon; 5:00 P.M. to 10:00 P.M.  |   |  |  |  |
| May - September 10:00 A.M. to 10:00 P.M.   |   |  |  |  |

| Date of Issue  | 05/27/10       | Date Effective      | Service rendered on and after 07/01/10 |
|----------------|----------------|---------------------|--|
| Issued By      |                |                     | Title President and CEO                |
| Issued by auth | ority of an or | der of the Public S | Service Commission of Kentucky.        |
| •              | Case No.20     | 10-00173            | Dated                                  |

# Page 16 of 19

# Form for Filing Rate Schedules

Fleming-Mason Energy Cooperative, Inc. P. O. Box 328 Flemingsburg, KY 41041 For All Territory Served
P.S.C. No. 3

14th Revised Sheet No. 14 Canceling P.S.C. No. 3 13th Revised Sheet No. 14

| CLASSIFICATION OF SERVICE   |                          |                          |  |  |
|---|--------------------------|--------------------------|--|--|
| Large Industrial Service - Schedule LIS 5B  | Rate<br>Per Unit         |                          |  |  |
| Applicability: Available to all members of the Cooperative for individual metered service where the monthly contract demand is 5000 - 9999 KW with a monthly energy usage equal to or greater then 400 hours per KW of billing demand.  Condition: An "Agreement for Purchased Power" shall be executed by the consumer for service under this schedule. Character of Service: Three-phase 60 Hertz alternating current as specified in Agreement for Purchased Power.  Monthly Rate:  Customer Charge Demand Charge - Per Contract kW Demand Charge - Per kW in Excess of Contract Energy Charge - For All kWh  Determination of Billing Demand: The monthly billing demand (kilowatt demand) shall be the contract demand plus any excess demand occurs when the ultimate consumer's highest demand during the current month, coincident with the load center's peak, exceeds the contract demand. The load center's peak demand is highest average rate at which energy is used during any fifteen-minute interval in the below listed hours for each month and adjusted for power factor as provided therein:    Months | \$ 6.21/kW<br>\$ 9.02/5W | (I)<br>(I)<br>(I)<br>(I) |  |  |

| Date of Issue  | 05/27/10        | Date Effective    | Service rendered on and after 0//01/10 |
|----------------|-----------------|-------------------|--|
| Issued By      |                 |                   | Title President and CEO                |
| Issued by auth | ority of an ord | der of the Public | Service Commission of Kentucky.        |
| -              | Case No. 201    | 10-00173          | Dated                                  |

Fleming-Mason Energy Cooperative, Inc. P. O. Box 328 Flemingsburg, KY 41041

# For All Territory Served

P.S.C. No. 3
14th Revised Sheet No. 15
Canceling P.S.C. No. 3
13th Revised Sheet No. 15

| CLASSIFICATION OF SERVICE  |   |  |  |  |
|--|---|--|--|--|
| Large Industrial Service - Schedule LIS 6B   | Rate<br>Per Unit  |  |  |  |
| Applicability: Available to all members of the Cooperative for individual metered service where the monthly contract demand is 10,000 KW and above with a monthly energy usage equal to or greater then 400 hours per KW of billing demand.  Condition: An "Agreement for Purchased Power" shall be executed by the consumer for service under this schedule.  Character of Service: Three-phase 60 Hertz alternating current as specified in Agreement for Purchased Power.  Monthly Rate:                      |   |  |  |  |
| Customer Charge Demand Charge – Per Contract kW Demand Charge - Per kW in Excess of Contract Energy Charge - For All kWh   | \$1232.16/Mo (I)<br>\$ 6.21/kW (I)<br>\$ 9.02/kW (I)<br>\$0.05382/kWh (I) |  |  |  |
| Determination of Billing Demand:  The monthly billing demand (kilowatt demand) shall be the contract demand plus any excess demand. Excess demand occurs when the ultimate consumer's highest demand during the current month, coincident with the load center's peak, exceeds the contract demand. The load center's peak demand is highest average rate at which energy is used during any fifteen-minute interval in the below listed hours for each month and adjusted for power factor as provided therein: |   |  |  |  |
| Months October - April October - April October - April October - April 7:00 A.M. to 12:00 Noon; 5:00 P.M. to 10:00 P.M.  |   |  |  |  |
| May - September 10:00 A.M. to 10:00 P.M.   |   |  |  |  |

| Date of Issue  | 05/27/10        | Date Effective    | e Service rendered on and after 07/01/10 |
|----------------|-----------------|-------------------|--|
| Issued By      |                 |                   | Title President and CEO                  |
| Issued by auth | ority of an ord | der of the Public | Service Commission of Kentucky.          |
|                | Case No. 20     | 10-00173          | Dated                                    |

Fleming-Mason Energy Cooperative, Inc. P.O. Box 328 Flemingsburg, KY 41041

| For All Territory Served |    |
|--------------------------|----|
| P.S.C. No.               | 3  |
| 3rd Revised Sheet        | 16 |
| Cancelling P.S. C. No.   | 3  |
| 2nd Revised Sheet No.    | 16 |

| CLASSIFICATION OF SERVICE   |   |                   |
|---|---|-------------------|
| Large Industrial Service - Schedule LIS 7   | Rate<br>Per Unit                            |                   |
| Applicability:  Available to all members of the Cooperative who receive service directly off of a distribution substation and where the monthly contract demand is 7,500 kW and above with a month energy usage equal to or greater than 400 hours per kW of billing demand. Member pays for cost of connecting to substation.  Condition:  An "Agreement for Purchased Power" shall be executed by the consumer for service under this schedule.  Character of Service  Three-phase 60 Hertz alternating current as specified in the Agreement for Purchased Power.  Monthly Rate:  Customer Charge  Demand Charge - Billing kW  Energy Charge - for All kWh  Determination of Billing Demand:  The monthly billing demand shall be the greater of A (A) or (B)  (A) The Contract Demand  (B) The consumer's highest demand during the current month or preceding eleven (11) months. The peak demand is the highest average rate at which emery is used during any fifteen minute interval in the below listed hours for each month and adjusted for power factor as provided herein: | \$1,232.16/Mo<br>\$6.21/kW<br>\$0.05382/kWh | (I)<br>(I)<br>(I) |
| Date of Issue 05/27/10 Date Effective Service rendered  | ***************************************     | 7/01/10           |

| Date of Issue 05/2  | 7/10 Da              | ate Effective Servic | e rendered on and after | 07/01/10 |
|---------------------|----------------------|----------------------|-------------------------|----------|
| Issued By           |                      | Title                | President & CEO         |          |
| Issued by authority | of the an order fron | n the Public Service | e Commission of Kentuck | y.       |
| Case No.            | 2010-00173           | Dated                |                         |          |

# **Proposed Charges under Special Contracts with Fleming Mason Energy Cooperative**

| Inland Container | Customer Charge            | \$5,292.18 | <b>(I)</b> |
|------------------|----------------------------|------------|------------|
|                  | Demand Charge<br>Per KW    | \$6.96     | <b>(I)</b> |
|                  | Energy Charge<br>Per kWh   | \$0.04917  | <b>(I)</b> |
| Inland Steam     | Demand Charge<br>Per MMBTU | \$575.17   | <b>(I)</b> |
|                  | Energy Charge<br>Per MMBTU | \$5.177    | <b>(I)</b> |

# EXHIBIT 2 Page 1 of 2

The present and proposed rates structures of Fleming-Mason Energy Cooperative are listed below:

| Rate Class   | Present    | Proposed   |
|--|------------|------------|
| Residential & Small Power – Sch RSP                        |            |            |
| Customer charge per month                                  | \$10.40    | \$10.92    |
| Energy charge per kWh                                      | \$0.09125  | \$0.09580  |
| Residential & Small Power – Sch RSP-ETS                    |            |            |
| Energy charge for all kWh                                  | \$0.05475  | \$0.05748  |
| Small General Service – Sch SGS                            |            |            |
| Customer charge per month                                  | \$47.29    | \$49.65    |
| Demand charge per kW                                       | \$7.12     | \$7.47     |
| Energy charge per kWh                                      | \$0.06900  | \$0.07244  |
| Large General Service – Sch LGS                            |            |            |
| Customer charge per month                                  | \$62.93    | \$66.07    |
| Demand charge per kW                                       | \$6.66     | \$6.99     |
| Energy charge per kWh                                      | \$0.05810  | \$0.06099  |
| Outdoor Lighting Service - Sch OLS                         |            |            |
| Mercury Vapor – 7,000 Lumens – Std Service                 | \$9.02     | \$9.47     |
| Mercury Vapor – 7,000 Lumens – Ornamental Service          | \$19.66    | \$20.64    |
| Mercury Vapor – 20,000 Lumens – Std Service                | \$17.53    | \$18.40    |
| Mercury Vapor – 20,000 Lumens – Ornamental Service         | \$26.76    | \$28.09    |
| High Pressure Sodium – 9,500 Lumens – Std Service          | \$8.53     | \$8.96     |
| High Pressure Sodium – 9,500 Lumens – Ornamental Service   | \$17.73    | \$18.61    |
| High Pressure Sodium – 9,500 Lumens – Directional Service  | \$8.62     | \$9.05     |
| High Pressure Sodium – 22,000 Lumens – Std Service         | \$12.36    | \$12.98    |
| High Pressure Sodium – 22,000 Lumens – Ornamental Service  | \$21.58    | \$22.66    |
| High Pressure Sodium – 22,000 Lumens – Directional Service | \$12.14    | \$12.74    |
| High Pressure Sodium – 50,000 Lumens – Std Service         | \$18.98    | \$19.93    |
| High Pressure Sodium – 50,000 Lumens – Ornamental Service  | \$27.71    | \$29.09    |
| High Pressure Sodium – 50,000 Lumens – Directional Service | \$18.63    | \$19.56    |
| All Electric School  |            |            |
| Customer charge per month                                  | \$62.33    | \$65.44    |
| Energy charge per kWh                                      | \$0.08601  | \$0.09030  |
| Large Industrial Service – Sch LIS 1                       |            |            |
| Customer charge per month                                  | \$587.40   | \$616.67   |
| Demand charge per kW                                       | \$8.59     | \$9.02     |
| Energy charge per kWh                                      | \$0.05724  | \$0.06009  |
| Large Industrial Service – Sch LIS 2                       |            |            |
| Customer charge per month                                  | \$1,173.68 | \$1,232.16 |
| Demand charge per kW                                       | \$8.59     | \$9.02     |
| Energy charge per kWh                                      | \$0.05367  | \$0.05634  |
| Large Industrial Service – Sch LIS 3                       |            |            |
| Customer charge per month                                  | \$1,173.68 | \$1,232.16 |
| Demand charge per kW                                       | \$7.02     | \$7.37     |
| Energy charge per kWh                                      | \$0.05251  | \$0.05513  |
| Large Industrial Service – Sch LIS 4                       |            |            |
| Customer charge per month                                  | \$587.40   | \$616.67   |
| Demand charge per kW                                       | \$5.92     | \$6.21     |
| Energy charge per kWh                                      | \$0.05925  | \$0.06220  |
|  |            |            |

# EXHIBIT 2 Page 2 of 2

| Rate Class                            | Present    | Proposed   |
|---------------------------------------|------------|------------|
| Large Industrial Service – Sch LIS 5  |            |            |
| Customer charge per month             | \$1,173.68 | \$1,232.16 |
| Demand charge per kW                  | \$5.92     | \$6.21     |
| Energy charge per kWh                 | \$0.05568  | \$0.05845  |
| Large Industrial Service – Sch LIS 6  |            |            |
| Customer charge per month             | \$1,173.68 | \$1,232.16 |
| Demand charge per kW                  | \$5.92     | \$6.21     |
| Energy charge per kWh                 | \$0.05127  | \$0.05382  |
| Large Industrial Service – Sch LIS 4B |            |            |
| Customer charge per month             | \$587.40   | \$616.67   |
| Demand charge per contract kW         | \$5.92     | \$6.21     |
| Demand charge in excess of contract   | \$8.59     | \$9.02     |
| Energy charge per kWh                 | \$0.05925  | \$0.06220  |
| Large Industrial Service – Sch LIS 5B |            |            |
| Customer charge per month             | \$1,173.68 | \$1,232.16 |
| Demand charge per contract kW         | \$5.92     | \$6.21     |
| Demand charge in excess of contract   | \$8.59     | \$9.02     |
| Energy charge per kWh                 | \$0.05568  | \$0.05845  |
| Large Industrial Service – Sch LIS 6B |            |            |
| Customer charge per month             | \$1,173.68 | \$1,232.16 |
| Demand charge per contract kW         | \$5.92     | \$6.21     |
| Demand charge in excess of contract   | \$8.59     | \$9.02     |
| Energy charge per kWh                 | \$0.05127  | \$0.05382  |
| Large Industrial Service – Sch LIS 7  |            |            |
| Customer charge                       | \$1,173.68 | \$1,232.16 |
| Demand Charge per kW                  | \$5.92     | \$6.21     |
| Energy Charge per kWh                 | \$0.05127  | \$0.05382  |
| Special Contract - Inland Container   |            |            |
| Customer Charge                       | \$5.041.00 | \$5,292.18 |
| Demand Charge per kW                  | \$6.63     | \$6.96     |
| Energy Charge per kWh                 | \$0.046840 | \$0.04917  |
| Special Contract – Inland Steam       |            |            |
| Demand Charge per MMBTU               | \$547.87   | \$575.17   |
| Energy Charge per MMBTU               | \$4.931    | \$5.177    |
| Interruptible Service Rider - Credit  |            |            |
| 10-Minute Interruption, 200 Hours     | \$4.20     | \$4.20     |
| 10-Minute Interruption, 300 Hours     | \$4.90     | \$4.90     |
| 10-Minute Interruption, 400 Hours     | \$5.60     | \$5.60     |
| 60-Minute Interruption, 200 Hours     | \$3.50     | \$3.50     |
| 60-Minute Interruption, 300 Hours     | \$4.20     | \$4.20     |
| 60-Minute Interruption, 400 Hours     | \$4.90     | \$4.90     |

| Residential and Small Power Residential and Small Power (ETS) Small General Service Large General Service All Electric Schools Large Industrial LIS6 Large Industrial LIS7 Inland Electric Inland Steam Street/Security Lighting Outdoor Lighting | Existing Total \$ 29,848,424 176,418 1,748,555 7,451,327 180,729 6,991,813 3,333,018 13,520,793 13,470,009 893,699 | % of Total 38.46% 0.23% 2.25% 9.60% 0.23% 9.01% 4.29% 17.42% 17.35% 1.15% | Proposed               | % of Total 38.46% 0.23% 2.25% 9.60% 0.23% 9.01% 4.29% 17.42% 17.36% 1.15% | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, | crease<br>,488,738<br>8,798<br>86,849<br>370,303<br>9,014<br>347,029<br>165,410<br>672,640<br>671,873<br>44,531 | % Increase 4.99% 4.99% 4.97% 4.97% 4.99% 4.96% 4.96% 4.96% 4.97% 4.99% |
|---|--|---|------------------------|---|---|---|--|
|   | 77,614,784   | 100.00%   | 81,479,969             | 100.00%   | 3                                       | ,865,185  | 4.98%  |
| Tennessee Gas*<br>FAC and ES  | 5,684,842<br>4,942,700   |   | 5,684,842<br>4,942,700 |   |   | -   | 0.00%<br>0.00%   |
|   | \$ 88,242,326  |   | \$ 92,107,511          |   | \$ 3                                    | 3,865,185   | 4.38%  |
|   | Fleming-Mason F  |   | (PC's Wholesale R      |   | 3<br>\$                                 | (2,156)   | •  |

<sup>\*</sup> Tennessee Gas contract is not eligible for rate increase by contract.

Note: In order to appropriately match retail rates to the forecasted test year used for wholesale rates, an escalation factor was applied to each member system's 2009 actual billing determinants. The escalation factors used in this proceeding were an outcome of preliminary load forecast projections.

#### Schedule RSP Residential and Small Power

|  |                        | T            |                         | Ex              | isting                     |               | Proposed                |                  |                        |               | \$ Increase % Increase  |       |  |
|--|------------------------|--------------|-------------------------|-----------------|----------------------------|---------------|-------------------------|------------------|------------------------|---------------|-------------------------|-------|--|
|  | Actual<br>Billing Data | Escalation % | Billing<br>Determinants | Current<br>Rate | Annualized<br>Revenues     | % of<br>Total | Billing<br>Determinants | Proposed<br>Rate | Annualized<br>Revenues | % of<br>Total |                         |       |  |
| Customer Charge                            | 280,144                | 1.53%        | 284,430                 | \$ 10.40        | \$ 2,958,074               | 9.91%         | 284,430 \$              | 10.92 \$         | 3,105,978              | 9.91%         | \$ 147,904              | 5.00% |  |
| Energy charge per kWh<br>Energy charge     | 288,458,072            | 2.16%        | 294,688,766             | 0.09125         | 26,890,350                 | 90.09%        | 294,688,766             | 0.09580          | 28,231,184             | 90.09%        | 1,340,834               | 4.99% |  |
| Total from base rates                      |                        |              |                         |                 | 29,848,424                 | 100.00%       |                         |                  | 31,337,162             | 100.00%       | 1,488,738               | 4.99% |  |
| Fuel adjustment<br>Environmental surcharge |                        |              |                         |                 | 223,991<br>1,967,329       |               |                         |                  | 223,991<br>1,967,329   |               |                         | 4.65% |  |
| Total revenues                             |                        |              |                         |                 | \$ 32,039,744<br>\$ 112.65 |               | 1,036                   | \$               |                        |               | \$ 1,488,738<br>\$ 5.23 | 4.65% |  |
| Average Bill                               |                        |              |                         |                 |                            |               |                         |                  |                        |               |                         |       |  |

#### Residential and Small Power (ETS)

|   |                        |              |                         | E                  | kisting                      |                  | Proposed                |          |  |    | crease %                | Increase                |
|---|------------------------|--------------|-------------------------|--------------------|------------------------------|------------------|-------------------------|----------|--|----|-------------------------|-------------------------|
|   | Actual<br>Billing Data | Escalation % | Billing<br>Determinants | Current<br>Rate    | Annualized<br>Revenues       | % of<br>Total    | Billing<br>Determinants | 11060000 | alized % of enues Total                    |    |                         |                         |
| Customer Charge   | 812                    | 1.53%        | 824                     | \$ 10.40           | \$ 8,574                     | 4.86%            | 824 \$                  | 10.92 \$ | 9,003 4.86%                                | \$ | 429                     | 5.00%                   |
| Energy charge per kWh-non ETS Energy charge per kWh-ETS Total from base rates | 1,471,733<br>547,942   |              |                         | 0.09125<br>0.05475 | 137,196<br>30,648<br>176,418 | 77.77%<br>17.37% | 1,503,522<br>559,778    | 0.05748  | 144,037 77.77%<br>32,176 17.37%<br>185,216 |    | 6,841<br>1,528<br>8,798 | 4.99%<br>4.99%<br>4.99% |
| Fuel adjustment Environmental surcharge                                       |                        |              |                         |                    | 2,120<br>7,954               |                  |                         |          | 2,120<br>7,954                             |    |                         | . 700                   |
| Total revenues  |                        |              |                         |                    | \$ 186,492                   | =                |                         |          | 195,290                                    | \$ | 8,798<br>10.67          | 4.72%<br>4.72%          |
| Average Bill  |                        |              |                         |                    | \$ 226.21                    |                  |                         | \$       | 236,88                                     | *  |                         |                         |

#### Small General Service Schedule SGS

|  |                        |              |                         | E               | risting                |               | Proposed                |                  |                        |               | \$ 1 | Increase % | 6 Increase     |
|--|------------------------|--------------|-------------------------|-----------------|------------------------|---------------|-------------------------|------------------|------------------------|---------------|------|------------|----------------|
|  | Actual<br>Billing Data | Escalation % | Billing<br>Determinants | Current<br>Rate | Annualized<br>Revenues | % of<br>Total | Billing<br>Determinants | Proposed<br>Rate | Annualized<br>Revenues | % of<br>Total |      |            |                |
| Customer Charge                            | 2,238                  | 1.93%        | 2,281                   | \$47.29         | \$ 107,878             | 6.17%         | 2,281 \$                | 49.65            | \$ 113,261             | 6.17%         | \$   | 5,384      | 4.99%          |
| Demand Charge                              | 66,539                 | 0.00%        | 66,539                  | \$7.12          | 473,758                | 27.09%        | 66,539                  | 7.47             | 497,046                | 27.08%        |      | 23,289     | 4.92%          |
| Energy charge per kWh                      | 16,140,372             | 4.78%        | 16,911,882              | \$0.06900       | 1,166,920              | 66.74%        | 16,911,882              | 0.07244          | 1,225,097              | 66.75%        |      |            |                |
|  |                        |              |                         |                 |                        |               |                         |                  | 4 005 404              | 100.00%       |      | 86,849     | 4,97%          |
| Total from base rates                      |                        |              |                         |                 | 1,748,555              | 100.00%       |                         |                  | 1,835,404              | 100.00%       |      | 00,043     |                |
| Fuel adjustment<br>Environmental surcharge |                        |              |                         |                 | 9,704<br>116,749       |               |                         | -                | 9,704<br>116,749       |               | ,    | -          | 0.00%<br>0.00% |
| Total revenues                             |                        |              |                         |                 | 1,875,008              |               |                         | =                | 1,961,857              |               | \$   | 86,849     | 4.63%          |
| Average Bill                               |                        |              |                         |                 | \$ 821.94              |               |                         |                  | \$ 860.01              |               | \$   | 38.07      | 4.63%          |

#### Large General Service - 25 kV or Less Schedule LGS

|  |                        |              |                         | E               | kisting                |               |                         | Prop             |                        | \$<br>Increase | % Increase    |       |
|--|------------------------|--------------|-------------------------|-----------------|------------------------|---------------|-------------------------|------------------|------------------------|----------------|---------------|-------|
|  | Actual<br>Billing Data | Escalation % | Billing<br>Determinants | Current<br>Rate | Annualized<br>Revenues | % of<br>Total | Billing<br>Determinants | Proposed<br>Rate | Annualized<br>Revenues | % of<br>Total  |               |       |
| Customer Charge                            | 1,563                  | 1.93%        | 1,593                   | \$ 62.93        | \$ 100,258             | 1.35%         | 1,593 \$                | 66.07            | \$ 105,260             | 1.35%          | \$<br>5,003   | 4.99% |
| Demand Charge                              | 277,000                | 0.00%        | 277,000                 | 6.66            | 1,844,820              | 24.76%        | 277,000                 | 6.99             | 1,936,230              | 24.75%         | 91,410        | 4.95% |
| Energy charge per kWh                      | 90,448,489             | 4.78%        | 94,771,927              | 0.05810         | 5,506,249              | 73.90%        | 94,771,927              | 0.06099          | 5,780,140              | 73.90%         | 273,891       | 4.97% |
|  |                        |              |                         |                 |                        |               |                         |                  | •                      | -              | <br>          |       |
| Total from base rates                      |                        |              |                         |                 | 7,451,327              | 100.00%       |                         |                  | 7,821,630              | 100.00%        | 370,303       | 4.97% |
| Fuel adjustment<br>Environmental surcharge |                        |              |                         |                 | 12,648<br>485,562      |               |                         |                  | 12,648<br>485,562      |                | <br>          |       |
| Total revenues                             |                        |              |                         |                 | \$ 7,949,537           | =             |                         |                  | \$ 8,319,840           | =              | \$<br>370,303 | 4.66% |
| Average Bill                               |                        |              |                         |                 | \$ 4,989.77            |               |                         |                  | \$ 5,222.21            |                | \$<br>232.43  | 4.66% |

#### All Electric Schools Rate 4

|  |                        |                     |                         | E               | xisting                |               |                         | Propo            | osed                   |               | \$<br>Increase % | 6 Increase |
|--|------------------------|---------------------|-------------------------|-----------------|------------------------|---------------|-------------------------|------------------|------------------------|---------------|------------------|------------|
|  | Actual<br>Billing Data | Escalation <u>%</u> | Billing<br>Determinants | Current<br>Rate | Annualized<br>Revenues | % of<br>Total | Billing<br>Determinants | Proposed<br>Rate | Annualized<br>Revenues | % of<br>Total |                  |            |
| Customer Charge                            | 24                     | 0.00%               | 24                      | \$ 62.33        | \$ 1,496               | 0.83%         | 24                      | \$ 65.44         | \$ 1,571               | 0.83%         | \$<br>75         | 4.99%      |
| Energy charge per kWh                      | 1,988,800              | 4.78%               | 2,083,865               | 0.08601         | 179,233                | 99.17%        | 2,083,865               | 0.09030          | 188,173                | 99.17%        | 8,940            | 4.99%      |
| Total from base rates                      |                        |                     |                         |                 | 180,729                | 100.00%       |                         |                  | 189,744                |               | <br>9,014        | 4.99%      |
| Fuel adjustment<br>Environmental surcharge |                        |                     |                         |                 | 3,541<br>11,466        |               |                         |                  | 3,541<br>11,466        |               | <br>             |            |
| Total revenues                             |                        |                     |                         |                 | \$ 195,736             |               |                         |                  | \$ 204,751             |               | \$<br>9,014      | 4.61%      |
| Average Bill                               |                        |                     |                         |                 | \$ 8,155.67            |               |                         |                  | \$ 8,531.27            |               | \$<br>375.60     | 4.61%      |

# Large Industrial Service - 10,000 kW and Above Rate LIS6

|  |                        |              |                         | E               | xisting                |               |                         | Prop             | osed                   |               | \$ Increase  | % Increase |
|--|------------------------|--------------|-------------------------|-----------------|------------------------|---------------|-------------------------|------------------|------------------------|---------------|--------------|------------|
|  | Actual<br>Billing Data | Escalation % | Billing<br>Determinants | Current<br>Rate | Annualized<br>Revenues | % of<br>Total | Billing<br>Determinants | Proposed<br>Rate | Annualized<br>Revenues | % of<br>Total |              |            |
| Customer Charge                            | 12                     | 0.00%        | 12                      | \$ -            | \$ -                   | 0.00%         | 12 \$                   | -                | \$ -                   | 0.00%         | \$ -         |            |
| Demand charge                              | 160,518                | 1.03%        | 162,171                 | 5.92            | 960,054                | 13.73%        | 162,171                 | 6.21             | 1,007,084              | 13.72%        | \$47,030     | 4.90%      |
| Energy Charge                              | 115,114,418            | 2.20%        | 117,646,935             | 0.05127         | 6,031,758              | 86.27%        | 117,646,935             | 0.053820         | 6,331,758              | 86.28%        | \$300,000    | 4.97%      |
| Total Baseload Charges                     |                        |              |                         |                 | 6,991,813              | 100.00%       |                         |                  | 7,338,842              | 100.00%       | \$347,029    | 4.96%      |
| Fuel adjustment<br>Environmental surcharge |                        |              |                         |                 | (10,804)<br>488,571    |               |                         |                  | (10,804)<br>488,571    |               |              |            |
| Total Revenues                             |                        |              |                         |                 | \$ 7,469,580           |               |                         |                  | \$ 7,816,609           |               | \$ 347,029   | 4.65%      |
| Average Bill                               |                        |              | tt                      |                 | \$ 622,464.97          |               |                         |                  | \$ 651,384.09          |               | \$ 28,919.11 | 4.65%      |

Note: No Customer Charge for this customer - provided own substation.

#### Large Industrial Service - 7,500 kW and Above Rate LIS7

|  |                        |                     |                         | E               | kisting                |               |                         | Propos           | sed                    |               | \$<br>Increase  | % Increase |
|--|------------------------|---------------------|-------------------------|-----------------|------------------------|---------------|-------------------------|------------------|------------------------|---------------|-----------------|------------|
|  | Actual<br>Billing Data | Escalation <u>%</u> | Billing<br>Determinants | Current<br>Rate | Annualized<br>Revenues | % of<br>Total | Billing<br>Determinants | Proposed<br>Rate | Annualized<br>Revenues | % of<br>Total |                 |            |
| Customer Charge                            | 12                     | 0.00%               | 12                      | \$1,173.68      | \$ 14,084              | 0.42%         | 12 \$                   | 1,232.16         | \$ 14,786              | 0.42%         | \$<br>702       | 4.98%      |
| Demand Charge                              | 81,348                 | 1.03%               | 82,186                  | 5.92            | 486,540                | 14.60%        | 82,186                  | 6.21             | 510,374                | 14.59%        | 23,834          | 4.90%      |
| Energy Charge                              | 54,055,428             | 2.20%               | 55,244,647              | 0.05127         | 2,832,393              | 84.98%        | 55,244,647              | 0.05382          | 2,973,267              | 84.99%        | 140,874         | 4.97%      |
| Total Baseload Charges                     |                        |                     |                         |                 | 3,333,018              | 100.00%       |                         | -                | 3,498,427              | 100.00%       | <br>165,410     | 4.96%      |
| Fuel adjustment<br>Environmental surcharge |                        |                     |                         |                 | (13,580)<br>235,639    |               |                         | _                | (13,580)<br>235,639    |               |                 |            |
| Total Revenues                             |                        |                     |                         |                 | \$ 3,555,077           |               |                         | =                | \$ 3,720,486           |               | \$<br>165,410   | 4.65%      |
| Average Bill                               |                        |                     |                         |                 | \$ 296,256.39          |               |                         |                  | \$ 310,040.52          |               | \$<br>13,784.13 | 4.65%      |

#### Special Contracted Services Contract Rate

|  |                        |                     |                         | E               | xisting                |               |                         | Propo            | sed                    |               | \$<br>Increase  | % Increase |
|--|------------------------|---------------------|-------------------------|-----------------|------------------------|---------------|-------------------------|------------------|------------------------|---------------|-----------------|------------|
|  | Actual<br>Billing Data | Escalation <u>%</u> | Billing<br>Determinants | Current<br>Rate | Annualized<br>Revenues | % of<br>Total | Billing<br>Determinants | Proposed<br>Rate | Annualized<br>Revenues | % of<br>Total |                 |            |
| Customer Charge                            | 12                     | 0.00%               | 12                      | \$ 5,041.00     | \$ 60,492              | 0.45%         | 12 \$                   | 5,292.18         | \$ 63,506              | 0.45%         | \$<br>3,014     | 4.98%      |
| Demand Charge                              | 298,765                | 0.00%               | 298,765                 | 6.63            | 1,980,812              | 14.65%        | 298,765                 | 6.96             | 2,079,404              | 14.65%        | 98,592          | 4.98%      |
| Energy Charge                              | 245,078,755            | 0.00%               | 245,078,755             | 0.04684         | 11,479,489             | 84.90%        | 245,078,755             | 0.04917          | 12,050,522             | 84.90%        | 571,033         | 4.97%      |
| Total Baseload Charges                     |                        |                     |                         |                 | 13,520,793             | 100.00%       |                         | -                | 14,193,433             | 100.00%       | <br>672,640     | 4.97%      |
| Fuel adjustment<br>Envíronmental surcharge |                        |                     |                         |                 | (290,879)<br>1,083,989 |               |                         | -                | (290,879)<br>1,083,989 |               |                 |            |
| Total Revenues                             |                        |                     |                         |                 | \$ 14,313,903          |               |                         | =                | \$ 14,986,543          |               | <br>672,640     | 4.70%      |
| Average Bill                               |                        |                     |                         |                 | \$ 1,192,825           |               |                         |                  | \$ 1,248,879           |               | \$<br>56,053.34 | 4.70%      |

Inland Steam Contract Rate

|  |                        |                     |                         | E               | xisting                |               |                         | Propo            | sed                    |               | \$ Increase | % Increase |
|--|------------------------|---------------------|-------------------------|-----------------|------------------------|---------------|-------------------------|------------------|------------------------|---------------|-------------|------------|
|  | Actual<br>Billing Data | Steam Adj<br>Factor | Billing<br>Determinants | Current<br>Rate | Annualized<br>Revenues | % of<br>Total | Billing<br>Determinants | Proposed<br>Rate | Annualized<br>Revenues | % of<br>Total |             |            |
| Customer Charge                            | 12                     |                     | 12                      | \$ -            | \$ -                   | 0.00%         | 12 \$                   | -                | \$ -                   | 0.00%         | \$ -        |            |
| Demand Charge MMBTU                        | 3,913.2                | 0.987               | 3,862                   | 547.87          | 2,116,054              | 15.71%        | 3,862                   | 575.17           | 2,221,495              | 15.71%        | 105,44      | 2 4.98%    |
| Energy Charge MMBTU                        | 2,332,894              | 0.987               | 2,302,566               | 4.93            | 11,353,955             | 84.29%        | 2,302,566               | 5.18             | 11,920,386             | 84.29%        | 566,43      | 1 4.99%    |
| Total Baseload Charges                     |                        |                     |                         |                 | 13,470,009             | 100.00%       |                         |                  | 14,141,882             | 100.00%       | 671,87      | 3 4.99%    |
| Fuel adjustment<br>Environmental surcharge |                        |                     |                         |                 | (936,433)<br>1,542,728 |               |                         |                  | (936,433)<br>1,542,728 |               |             |            |
| Total Revenues                             |                        |                     |                         |                 | \$ 14,076,304          |               |                         |                  | \$ 14,748,177          |               | \$ 671,87   | 4.77%      |
| Average Bill                               |                        |                     |                         |                 | \$ 1,173,025.31        |               |                         |                  | \$ 1,229,014.71        |               | \$ 55,989.4 | 1 4.77%    |

#### Fleming-Mason Billing Analysis For the 12 Months Ending December 31, 2009

# Street Lighting and Security Lights Outdoor Lighting

|                              | Existing                |                 |                        |               | Proposed                |         |                        | \$ Increase   | % Increase |       |
|------------------------------|-------------------------|-----------------|------------------------|---------------|-------------------------|---------|------------------------|---------------|------------|-------|
|                              | Billing<br>Determinants | Current<br>Rate | Annualized<br>Revenues | % of<br>Total | Billing<br>Determinants | Rate    | Annualized<br>Revenues | % of<br>Total |            |       |
| 7000 LUMEN MERCURY VAPOR     | 26,171                  | \$ 9.02         | \$ 236,062             | 26.41%        | 26,171                  | \$ 9.47 | \$ 247,825             | 26.41%        | \$ 11,762  | 4.98% |
| 20000 LUMEN MERCURY VAPOR    | 100                     | 17.53           | 1,753                  | 0.20%         | 100                     | 18.40   | 1,840                  | 0.20%         | 87         | 4.98% |
| 9500 LUMEN STANDARD HPS      | 64,670                  | 8.53            | 551,635                | 61.72%        | 64,670                  | 8.96    | 579,122                | 61.72%        | 27,487     | 4.98% |
| 9500 LUMEN ORNAMENTAL HPS    | 180                     | 17.73           | 3,191                  | 0.36%         | 180                     | 18.61   | 3,350                  | 0.36%         | 159        | 4.98% |
| 9500 LUMEN DIRECTIONAL HPS   | 2,472                   | 8.62            | 21,309                 | 2.38%         | 2,472                   | 9.05    | 22,370                 | 2.38%         | 1,062      | 4.98% |
| 22,000 LUMEN STANDARD HPS    | 550                     | 12.36           | 6,798                  | 0.76%         | 550                     | 12.98   | 7,137                  | 0.76%         | 339        | 4.98% |
| 22,000 LUMEN ORNAMENTAL HPS  | 156                     | 21.58           | 3,366                  | 0.38%         | 156                     | 22.66   | 3,534                  | 0.38%         | 168        | 4.98% |
| 22,000 LUMEN DIRECTIONAL HPS | 1,054                   | 12.14           | 12,796                 | 1.43%         | 1,054                   | 12.74   | 13,433                 | 1.43%         | 638        | 4.98% |
| 50,000 LUMEN STANDARD HPS    | 12                      | 18.98           | 228                    | \$0.00        | 12                      | 19.93   | 239                    | 0.03%         | 11         | 4.98% |
| 50,000 LUMEN DIRECTIONAL HPS | 3,036                   | 18.63           | 56,561                 | \$0.06        | 3,036                   | 19.56   | 59,379                 | 6.33%         | 2,818      | 4.98% |
| ,                            | 98,401                  |                 | 893,699                | 100.00%       | 98,401                  |         | 938,230                | 100.00%       | 44,531     | 4.98% |
|                              |                         |                 |                        |               |                         |         |                        |               |            |       |
| FAC                          |                         |                 | 864                    |               |                         |         | 864                    |               |            |       |
| ES                           |                         |                 | 1,540                  |               |                         |         | 1,540                  |               |            |       |
| _                            |                         |                 | \$ 896,104             | -<br>-        |                         |         | \$ 940,634             | -<br>=        | \$ 44,531  | 4.97% |
| Average                      |                         |                 | \$ 9.11                |               |                         |         | \$ 9.56                |               | \$ 0.45    |       |

#### FLEMING-MASON ENERGY COOPERATIVE

#### CASE NO. 2010-00173

I, Ann F. Wood, hereby certify that one complete copy of the materials filed with the Kentucky Public Service Commission has been sent to the Office of Rate Intervention, Office of the Attorney General.

Ann F. Wood

East Kentucky Power Cooperative, Inc.

Subscribed and sworn before me on this 27th day of May, 2010.

MY COMMISSION EXPIRES NOVEMBER 30, 2013 NOTARY ID #409352

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#### NOTICE OF PROPOSED RATE CHANGE

In accordance with the requirements of the Public Service Commission of the Commonwealth of Kentucky as set forth in 807 KAR 5:007, Section 3, of the Rules and Regulations of the Public Service Commission, notice is hereby given to the member consumers of Fleming-Mason Energy Cooperative of a proposed rate adjustment. An Application for Approval of Adjustment to Rates will be filed with the Public Service Commission on May 27, 2010, Case No. 2010-00173. The rates are being revised to reflect a change in wholesale rates pursuant to KRS 278.455(2). This adjustment will result in a general rate increase to the member-consumers of Fleming-Mason Energy Cooperative. The amount and percent of increase by rate class are listed below.

| Rate Class                              | <u>Increase</u> | <u>Percent</u> |
|---|-----------------|----------------|
| Residential & Small Power – Sch RSP     | \$1,488,738     | 4.65%          |
| Residential & Small Power – Sch RSP-ETS | \$8,798         | 4.72%          |
| Small General Service – Sch SGS         | \$86,849        | 4.63%          |
| Large General Service – Sch LGS         | \$370,303       | 4.66%          |
| Outdoor Lighting Service – Sch OLS      | \$44,531        | 4.97%          |
| All Electric School                     | \$9,014         | 4.61%          |
| Large Industrial Service – Sch LIS 6    | \$347,029       | 4.65%          |
| Large Industrial Service – Sch LIS 7    | \$165,410       | 4.65%          |
| Special Contract - Inland Container     | \$672,640       | 4.70%          |
| Special Contract - Inland Steam         | \$671,873       | 4.77%          |

The effect of the proposed rates on the average monthly bill by rate class are listed below:

| Rate Class                              | \$ Increase | Percent Increase |
|---|-------------|------------------|
| Residential & Small Power – Sch RSP     | \$5.23      | 4.65%            |
| Residential & Small Power – Sch RSP-ETS | \$10.67     | 4.72%            |
| Small General Service – Sch SGS         | \$38.07     | 4.63%            |
| Large General Service – Sch LGS         | \$232.43    | 4.66%            |
| Outdoor Lighting Service – Sch OLS      | \$0.45      | 4.97%            |
| All Electric School                     | \$375.60    | 4.61%            |
| Large Industrial Service – Sch LIS 6    | \$28,919.11 | 4.65%            |
| Large Industrial Service – Sch LIS 7    | \$13,784.13 | 4.65%            |
| Special Contract - Inland Container     | \$56,053.34 | 4.70%            |
| Special Contract - Inland Steam         | \$55,989.41 | 4.77%            |

The present and proposed rates structures of Fleming-Mason Energy Cooperative are listed below:

| Rate Class                              | Present   | Proposed  |
|---|-----------|-----------|
| Residential & Small Power - Sch RSP     |           |           |
| Customer charge per month               | \$10.40   | \$10.92   |
| Energy charge per kWh                   | \$0.09125 | \$0.09580 |
| Residential & Small Power – Sch RSP-ETS |           |           |
| Energy charge for all kWh               | \$0.05475 | \$0.05748 |
| Small General Service – Sch SGS         |           |           |
| Customer charge per month               | \$47.29   | \$49.65   |
| Demand charge per kW                    | \$7.12    | \$7.47    |
| Energy charge per kWh                   | \$0.06900 | \$0.07244 |

# EXHIBIT 5 Page 2 of 3

| Rate Class   | Present    | Proposed   |
|--|------------|------------|
| Large General Service – Sch LGS                            |            |            |
| Customer charge per month                                  | \$62.93    | \$66.07    |
| Demand charge per kW                                       | \$6.66     | \$6.99     |
| Energy charge per kWh                                      | \$0.05810  | \$0.06099  |
| Outdoor Lighting Service - Sch OLS                         |            |            |
| Mercury Vapor – 7,000 Lumens – Std Service                 | \$9.02     | \$9.47     |
| Mercury Vapor – 7,000 Lumens – Ornamental Service          | \$19.66    | \$20.64    |
| Mercury Vapor – 20,000 Lumens – Std Service                | \$17.53    | \$18.40    |
| Mercury Vapor – 20,000 Lumens – Ornamental Service         | \$26.76    | \$28.09    |
| High Pressure Sodium – 9,500 Lumens – Std Service          | \$8.53     | \$8.96     |
| High Pressure Sodium – 9,500 Lumens – Ornamental Service   | \$17.73    | \$18.61    |
| High Pressure Sodium – 9,500 Lumens – Directional Service  | \$8.62     | \$9.05     |
| High Pressure Sodium – 22,000 Lumens – Std Service         | \$12.36    | \$12.98    |
| High Pressure Sodium – 22,000 Lumens – Ornamental Service  | \$21.58    | \$22.66    |
| High Pressure Sodium – 22,000 Lumens – Directional Service | \$12.14    | \$12.74    |
| High Pressure Sodium – 50,000 Lumens – Std Service         | \$18.98    | \$19.93    |
| High Pressure Sodium – 50,000 Lumens – Ornamental Service  | \$27.71    | \$29.09    |
| High Pressure Sodium – 50,000 Lumens – Directional Service | \$18.63    | \$19.56    |
| All Electric School  |            |            |
| Customer charge per month                                  | \$62.33    | \$65.44    |
| Energy charge per kWh                                      | \$0.08601  | \$0.09030  |
| Large Industrial Service – Sch LIS 1                       |            |            |
| Customer charge per month                                  | \$587.40   | \$616.67   |
| Demand charge per kW                                       | \$8.59     | \$9.02     |
| Energy charge per kWh                                      | \$0.05724  | \$0.06009  |
| Large Industrial Service – Sch LIS 2                       |            |            |
| Customer charge per month                                  | \$1,173.68 | \$1,232.16 |
| Demand charge per kW                                       | \$8.59     | \$9.02     |
| Energy charge per kWh                                      | \$0.05367  | \$0.05634  |
| Large Industrial Service – Sch LIS 3                       |            |            |
| Customer charge per month                                  | \$1,173.68 | \$1,232.16 |
| Demand charge per kW                                       | \$7.02     | \$7.37     |
| Energy charge per kWh                                      | \$0.05251  | \$0.05513  |
| Large Industrial Service – Sch LIS 4                       |            |            |
| Customer charge per month                                  | \$587.40   | \$616.67   |
| Demand charge per kW                                       | \$5.92     | \$6.21     |
| Energy charge per kWh                                      | \$0.05925  | \$0.06220  |
| Large Industrial Service – Sch LIS 5                       |            |            |
| Customer charge per month                                  | \$1,173.68 | \$1,232.16 |
| Demand charge per kW                                       | \$5.92     | \$6.21     |
| Energy charge per kWh                                      | \$0.05568  | \$0.05845  |
| Large Industrial Service – Sch LIS 6                       |            |            |
| Customer charge per month                                  | \$1,173.68 | \$1,232.16 |
| Demand charge per kW                                       | \$5.92     | \$6.21     |
| Energy charge per kWh                                      | \$0.05127  | \$0.05382  |
| Large Industrial Service – Sch LIS 4B                      |            |            |
| Customer charge per month                                  | \$587.40   | \$616.67   |
| Demand charge per contract kW                              | \$5.92     | \$6.21     |
| Demand charge in excess of contract                        | \$8.59     | \$9.02     |
| Energy charge per kWh                                      | \$0.05925  | \$0.06220  |
| Large Industrial Service – Sch LIS 5B                      |            |            |
| Customer charge per month                                  | \$1,173.68 | \$1,232.16 |
| Demand charge per contract kW                              | \$5.92     | \$6.21     |
| Demand charge in excess of contract                        | \$8.59     | \$9.02     |
| Energy charge per kWh                                      | \$0.05568  | \$0.05845  |

| Rate Class                            | Present    | Proposed   |
|---------------------------------------|------------|------------|
| Large Industrial Service – Sch LIS 6B |            |            |
| Customer charge per month             | \$1,173.68 | \$1,232.16 |
| Demand charge per contract kW         | \$5.92     | \$6.21     |
| Demand charge in excess of contract   | \$8.59     | \$9.02     |
| Energy charge per kWh                 | \$0.05127  | \$0.05382  |
| Large Industrial Service – Sch LIS 7  |            |            |
| Customer charge                       | \$1,173.68 | \$1,232.16 |
| Demand Charge per kW                  | \$5.92     | \$6.21     |
| Energy Charge per kWh                 | \$0.05127  | \$0.05382  |
| Special Contract - Inland Container   |            |            |
| Customer Charge                       | \$5.041.00 | \$5,292.18 |
| Demand Charge per kW                  | \$6.63     | \$6.96     |
| Energy Charge per kWh                 | \$0.046840 | \$0.04917  |
| Special Contract - Inland Steam       |            |            |
| Demand Charge per MMBTU               | \$547.87   | \$575.17   |
| Energy Charge per MMBTU               | \$4.931    | \$5.177    |
| Interruptible Service Rider - Credit  |            |            |
| 10-Minute Interruption, 200 Hours     | \$4.20     | \$4.20     |
| 10-Minute Interruption, 300 Hours     | \$4.90     | \$4.90     |
| 10-Minute Interruption, 400 Hours     | \$5.60     | \$5.60     |
| 60-Minute Interruption, 200 Hours     | \$3.50     | \$3.50     |
| 60-Minute Interruption, 300 Hours     | \$4.20     | \$4.20     |
| 60-Minute Interruption, 400 Hours     | \$4.90     | \$4.90     |
|                                       |            |            |

The rates contained in this notice are the rates proposed by Fleming-Mason Energy Cooperative. However, the Public Service Commission may order rates to be charged that differ from the proposed rates contained in this notice. Such actions may result in rates for consumers other than the rates in this notice.

Any person may examine the rate application at the main office of Fleming-Mason Energy Cooperative at the following address:

Fleming-Mason Energy Cooperative 1449 Elizaville Rd., P.O. Drawer 328 Flemingsburg, KY 41041 (606) 845-2661 fmenergy.net

Any person may also examine the rate application at the office of the Public Service Commission, 211 Sower Boulevard, Frankfort, Kentucky.