

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE	)	
APPLICATION OF THE FUEL	)	
ADJUSTMENT CLAUSE OF GRAYSON	)	CASE NO.
RURAL ELECTRIC COOPERATIVE	)	2017-00013
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 Grayson Rural Electric Cooperative Corporation ("Grayson") for the two-year period from November 1, 2014, through October 31, 2016.

As part of this review, the Commission ordered Grayson 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. Grayson 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:

1. During the period under review, Grayson 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 Grayson, has been directed to reduce its base energy rates by \$.00238 per kilowatt-hour ("kWh") for fuel costs.<sup>1</sup>

3. Grayson 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 Grayson's base energy rates.<sup>2</sup>

IT IS THEREFORE ORDERED that:

1. The charges and credits applied by Grayson through the FAC for the period from November 1, 2014, through October 31, 2016, are approved.

2. Grayson 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.

3. The rates in the Appendix to this Order are approved for service rendered by Grayson on and after September 1, 2017, the effective date of East Kentucky's change in rates.

---

<sup>1</sup> 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).

<sup>2</sup> The rates in the appendix reflect corrections to the following rates filed by Grayson in response to the Commission's February 6, 2017 Request for Information, Item 4: Schedule 3 – Off-Peak Marketing Rate, Schedule 18 – General Service, and Schedule 17 – Water Pumping.

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



ATTEST:

  
\_\_\_\_\_  
Acting Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2017-00013 DATED **AUG 07 2017**

The following rates and charges are prescribed for the customers in the area served by Grayson 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 1  
FARM AND HOME

Energy Charge per kWh \$ .10658

SCHEDULE 20  
RESIDENTIAL INCLINING BLOCK RATE

Energy Charges per kWh:

First 300 kWh \$ .07180  
Next 200 kWh \$ .08754  
Over 500 kWh \$ .13482

SCHEDULE 15  
RESIDENTIAL DEMAND AND ENERGY RATE

Energy Charge per kWh \$ .06548

SCHEDULE 10  
RESIDENTIAL TIME OF DAY (TOD)

On-Peak Rate per kWh \$ .19748  
Off-Peak Rate per kWh \$ .05973

SCHEDULE 2  
COMMERCIAL AND SMALL POWER (LESS THAN 50 KVA)

Energy Charge per kWh \$ .10444

SCHEDULE 16  
COMMERCIAL DEMAND AND ENERGY RATE

Energy Charge per kWh \$ .06281

SCHEDULE 11  
COMMERCIAL TIME OF DAY (TOD)

On-Peak Rate per kWh \$ .19748  
Off-Peak Rate per kWh \$ .05973

SCHEDULE 3  
OFF-PEAK MARKETING RATE

Off-Peak Rate per kWh \$ .05973

SCHEDULE 18  
GENERAL SERVICE RATE

Energy Charge per kWh \$ .12795

SCHEDULE 19  
TEMPORARY SERVICE RATE

Energy Charge per kWh \$ .10175

SCHEDULE 5  
STREET LIGHTING SERVICE

Base Rate per Light per Month:  
175 Watt Mercury Vapor Lamp \$ 10.49  
Base Rate per Light per Year:  
175 Watt Mercury Vapor Lamp \$ 125.88

SCHEDULE 6  
OUTDOOR LIGHTING SERVICE – SECURITY LIGHTS

Base Rate per Light per Month:  
7,000 Lumens Mercury Vapor Lamp \$ 10.15  
10,000 Lumens Mercury Vapor Lamp \$ 12.83  
Flood Lights \$ 18.79  
3,600 LED Yard Light \$ 10.22  
19,176 LED Yard Light \$ 23.00

SCHEDULE 4  
LARGE POWER SERVICE (50-999 KVA)

Energy Charge per kWh \$ .05968

SCHEDULE 7  
ALL ELECTRIC SCHOOLS

Energy Charge per kWh \$ .07110

SCHEDULE 12 (a)  
LARGE INDUSTRIAL SERVICE-LLF (1,000 TO 4,999 KVA)

Energy Charge per kWh \$ .04650

SCHEDULE 12 (b)  
LARGE INDUSTRIAL SERVICE-LLF (5,000 TO 9,999 KVA)

Energy Charge per kWh \$ .04414

SCHEDULE 12 (c)  
LARGE INDUSTRIAL SERVICE-LLF (10,000 KVA AND OVER)

Energy Charge per kWh \$ .04315

SCHEDULE 13 (a)  
LARGE INDUSTRIAL SERVICE-HLF (1,000 TO 4,999 KVA)

Energy Charge per kWh \$ .04650

SCHEDULE 13 (b)  
LARGE INDUSTRIAL SERVICE-HLF (5,000 TO 9,999 KVA)

Energy Charge per kWh \$ .04414

SCHEDULE 13 (c)  
LARGE INDUSTRIAL SERVICE-HLF (10,000 KVA AND OVER)

Energy Charge per kWh \$ .04315

SCHEDULE 14 (a)  
LARGE INDUSTRIAL SERVICE-MLF (1,000 TO 4,999 KVA)

Energy Charge per kWh \$ .04650

SCHEDULE 14 (b)  
LARGE INDUSTRIAL SERVICE-MLF (5,000 TO 9,999 KVA)

Energy Charge per kWh	\$ .04414
-----------------------	-----------

SCHEDULE 14 (c)  
LARGE INDUSTRIAL SERVICE-MLF (10,000 KVA AND OVER)

Energy Charge per kWh	\$ .04315
-----------------------	-----------

SCHEDULE 17  
WATER PUMPING SERVICE

On-Peak Rate per kWh	\$ .13241
Off-Peak Rate per kWh	\$ .06748

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

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