

# FLEMING-MASON ENERGY COOPERATIVE, INC.

P.O. BOX 328 • FLEMINGSBURG, KENTUCKY 41041 • (606) 845-2661 • FAX (606) 845-1008

March 29, 2011

RECEIVED

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PUBLIC SERVICE COMMISSION

Mr. Jeff Derouen Executive Director KY Public Service Commission P O Box 615 Frankfort, Kentucky 40602

Jon K Hazelrigg

Dear Mr. Derouen:

Pursuant to Commission Order in Case No. 2008-00128 dated August 20, 2008, attached for filing is an original and six copies of updates to Fleming-Mason Energy's Tariff for Qualified Cogeneration and Small Power Production Facilities.

Sincerely,

Joni K. Hazelrigg

**CFO** 

**Enclosures** 

# COGENERATION AND SMALL POWER PRODUCTION POWER PURCHASE RATE SCHEDULE OVER 100 kW

### **AVAILABILITY**

Available only to qualified cogeneration or small power production facilities with a design capacity of over 100 kW which have executed a contract with Fleming-Mason Energy Cooperative, Inc. and East Kentucky Power Cooperative, Inc. ("EKPC") for the purchase of electric power by EKPC.

#### **RATES**

The rates set forth below shall be used as the basis for negotiating a final purchase rate with qualifying facilities pursuant to Section 7 of 807 KAR 5:054.

- 1. Capacity
  - a. \$41.15 per kW per year is applicable if cogenerator or small power producer is dispatched by EKPC.

(R)

(R)

- b. \$0.005260 per kWh is applicable if cogenerator or small power producer is not dispatched by EKPC.
- 2. Energy A base payment per kWh is listed below for a time-differentiated basis or a nontime differentiated basis for the specified years.
  - a. Time Differentiated Rates:

	Winter		<u>Summer</u>		
Year	On-Peak	Off-Peak	On-Peak	Off-Peak	
2011	\$0.03630	\$0.03270	\$0.03860	\$0.02742	
2012	\$0.04281	\$0.03716	\$0.04829	\$0.03319	] (
2013	\$0.04914	\$0.04157	\$0.05163	\$0.03548	
2014	\$0.05434	\$0.04598*	\$0.05622	\$0.03879	
2015	\$0.05991	\$0.05156	\$0.06081	\$0.04225	(

 $(R)(N)^{*}$ 

#### b. Non-Time Differentiated Rates:

Year	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Rate	\$0.03407	\$0.04056	\$0.04488	\$0.04935	\$0.05430*

DATE OF ISSUE March 31, 2011

DATE EFFECTIVE June 1, 2011

TITLE President & Chief Executive Officer Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. 2008-00128 Dated August 20, 2008

# Fleming-Mason Energy Cooperative, Inc

The on-peak and off-peak energy rates are applicable during the hours listed below for each season:

Winter (October - April)

**On-Peak** 7:00 a.m. - 12:00 noon

5:00 p.m. - 10:00 p.m.

**Off-Peak** 12:00 noon - 5:00 p.m.

10:00 p.m. - 7:00 a.m.

Summer (May - September)

**On-Peak** 10:00 a.m. - 10:00 p.m.

**Off-Peak** 10:00 p.m. - 10:00 a.m.

### **TERMS AND CONDITIONS**

- 1. All power from a Qualifying Facility (QF) will be sold only to EKPC.
- 2. Seller must provide good quality electric power within a reasonable range of voltage, frequency, flicker, harmonic currents, and power factor.
- 3. Qualifying Facility (QF) shall provide reasonable protection for EKPC and Fleming-Mason Energy Cooperative, Inc.
- 4. Qualifying Facility (QF) shall design, construct, install, own, operate, and maintain the Qualifying Facility in accordance with all applicable codes, laws, regulations, and generally accepted utility practices.
- 5. Qualifying Facility shall reimburse EKPC and Fleming-Mason Energy for all costs incurred as a result of interconnecting with the QF, including operation, maintenance, administration, and billing.

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- 6. Qualifying Facility shall obtain insurance in the following minimum amounts for each occurrence:
  - a. Public Liability for Bodily Injury \$1,000,000.00
  - b. Property Damage \$500,000.00
- 7. Initial contract term shall be for a minimum of five years.
- 8. Qualifying Facilities proposing to supply as available (non-firm) electric power shall not be entitled to a capacity payment.
- 9. Qualifying cogeneration and small power production facilities must meet the definition set forth in 807 KAR 5:054 to be eligible for this tariff.
- 10. Updated rates will be filed with the Public Service Commission of Kentucky by March 31 of each year.

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Dated August 20, 2008

Fleming-Mason Energy Cooperative, Inc.

# COGENERATION AND SMALL POWER PRODUCTION POWER PURCHASE RATE SCHEDULE LESS THAN 100 kW

#### **AVAILABILITY**

Available only to qualified cogeneration or small power production facilities with a design capacity of less than 100 kW which have executed a contract with Fleming-Mason Energy and East Kentucky Power Cooperative, Inc. ("EKPC") for the purchase of electric power by EKPC.

#### **RATES**

- 1. Capacity
  - a. \$41.15 per kW per year is applicable if cogenerator or small power producer is dispatched by EKPC.

(R)

b. \$0.005260 per kWh is applicable if cogenerator or small power producer is not dispatched by EKPC.

(R)

- 2. Energy A base payment per kWh is listed below for a time-differentiated basis or a non-time differentiated basis for the specified years.
  - a. Time Differentiated Rates:

	Winter		<u>Sun</u>		
Year	On-Peak	Off-Peak	On-Peak	Off-Peak	
2011	\$0.03630	\$0.03270	\$0.03860	\$0.02742	(R)
2012	\$0.04281	\$0.03716	\$0.04829	\$0.03319	(R)
2013	\$0.04914	\$0.04157	\$0.05163	\$0.03548	(R)
2014	\$0.05434	\$0.04598*	\$0.05622	\$0.03879	$(R)(I)^*$
2015	\$0.05991	\$0.05156	\$0.06081	\$0.04225	(I)

b. Non-Time Differentiated Rates:

Year	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	
Rate	\$0.03407	\$0.04056	\$0.04488	\$0.04935	\$0.05430*	(R)(N)*

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Case No. 2008-00128

Dated August 20, 2008

Fleming-Mason Energy Cooperative, Inc.

The on-peak and off-peak energy rates are applicable during the hours listed below for each season:

Winter (October - April)

**On-Peak** 7:00 a.m. - 12:00 noon

5:00 p.m. - 10:00 p.m.

**Off-Peak** 12:00 noon - 5:00 p.m.

10:00 p.m. - 7:00 a.m.

Summer (May - September)

**On-Peak** 10:00 a.m. - 10:00 p.m.

Off-Peak 10:00 p.m. - 10:00 a.m.

#### TERMS AND CONDITIONS

- 1. All power from a Qualifying Facility (QF) will be sold only to EKPC.
- 2. Seller must provide good quality electric power within a reasonable range of voltage, frequency, flicker, harmonic currents, and power factor.
- 3. Qualifying Facility (QF) shall provide reasonable protection for EKPC and Fleming-Mason Energy.
- 4. Qualifying Facility (QF) shall design, construct, install, own, operate, and maintain the Qualifying Facility in accordance with all applicable codes, laws, regulations, and generally accepted utility practices.
- 5. Qualifying Facility shall reimburse EKPC and Fleming-Mason Energy for all costs incurred as a result of interconnecting with the QF, including operation, maintenance, administration, and billing.

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- 6. Qualifying Facility shall obtain insurance in the following minimum amounts for each occurrence:
  - a. Public Liability for Bodily Injury \$1,000,000.00
  - b. Property Damage \$500,000.00
- 7. Initial contract term shall be for a minimum of five years.
- 8. Qualifying Facilities proposing to supply as available (non-firm) electric power shall not be entitled to a capacity payment.
- 9. Qualifying cogeneration and small power production facilities must meet the definition set forth in 807 KAR 5:054 to be eligible for this tariff.
- 10. Updated rates will be filed with the Public Service Commission of Kentucky by March 31 of each year.

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