JACKSON ENERGY

A Touchstone Energy® Cooperative

CASE NO. 2026-00261

Electronic examination by the Public Service Commission of the environmental surcharge mechanism of East Kentucky Power Cooperative, Inc. for the six-month expense period ending May 31, 2026, and the pass-through mechanism of its sixteen Member Distribution Cooperatives

Response to Commission Staff's Order

November 16, 2026

115 Jackson Energy Lane ~ McKee, KY 40447 ~ 606-364-1000

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN ELECTRONIC EXAMINATION BY THE PUBLIC SERVICE COMMISSION OF THE ENVIRONMENTAL SURCHARGE MECHANISM OF EAST KENTUCKY POWER COOPERATIVE, INC. FOR THE SIX-MONTH EXPENSE PERIOD ENDING MAY 31, 2026, AND THE PASS-THROUGH MECHANISM OF ITS SIXTEEN MEMBER DISTRIBUTION COOPERATIVES	)	**CASE NO. 2026-00261**

CERTIFICATE

April Renner, Vice President of Corporate Services for Jackson Energy Cooperative Corporation, being duly sworn, states that she has supervised the preparation of the response of Jackson Energy Cooperative to the Public Service Commission Staff's Request for information in Case No. 2026-00261 dated October 21, 2026, and that the matters and things set forth therein are true and accurate to the best of her knowledge, information, and belief formed after reasonable inquiry.

April Renner

April Renner

COMMONWEALTH OF KENTUCKY)

COUNTY OF JACKSON)

SUBSCRIBED AND SWORN before me by April Renner, Vice President of Corporate Services of Jackson Energy Cooperative Corporation this 16th day of November 2026.

Lisa Baker KYNP 42192

Notary Public, KY State at Large

My Commission Expires: 1/19/30

REQUEST:

This question is addressed to EKPC and the Member Cooperatives. For each of the Member Cooperatives, prepare a summary schedule showing the Member Cooperative's pass-through revenue requirement for the months corresponding with the six-month review. Include a calculation of any additional over- or under-recovery amount the Member Cooperative believes needs to be recognized for the six-month review. Provide the schedule and all supporting calculations and documentation in Excel spreadsheet format with all formulas, columns, and rows unprotected and fully accessible.

RESPONSE:

Please see EKPC's response to Request 2 of the Commission's Staff's First Request for information dated October 21, 2026.

REQUEST:

This question is addressed to each of the Member Cooperatives. For your particular Member Cooperative, provide the actual average residential customer's monthly usage for the 12 months ending May 31, 2026. Based on this usage amount, provide the dollar impact any over- or under-recovery will have on the average residential customer's monthly bill for the requested recovery period.

RESPONSE:

Actual Average Residential Bill

12-Month Average Residential kWh Usage as of May 31, 2026	1,128
Energy @ $0.1093	$123.29
CustomerCharge	$31.42
Fuel Adjustment @ ($0.011711)	($13.21)
Environmental Surcharge @12.58% (July2026)*	$17.80
Local School Tax @ 3.0%	$4.78
Total Bill Amount	$164.08

Recovery Period of Six Months

12-Month Average Residential kWh Usage as of May 31, 2026	1,128
Energy @ $0.1093	$123.29
CustomerCharge	$31.42
Fuel Adjustment @ ($0.011711)	($13.21)
Environmental Surcharge @12.30% (July 2026)*	$17.41
Local School Tax @ 3.0%	$4.77
Total Bill Amount	$163.68
Dollar Impact on Average Residential Bill	($.40)

PSC Case No. 2026-00261

MONTH	YEAR	MEMBERS	KWH SOLD
June	2025	48,429	50,080,262
July	2025	48,544	61,037,800
August	2025	48,542	50,432,613
September	2025	48,545	39,555,373
October	2025	48,639	39,251,818
November	2025	48,557	53,139,273
December	2025	48,659	76,917,453
January	2026	48,619	92,463,760
February	2026	48,603	71,084,043
March	2026	48,667	46,282,902
April	2026	48,686	36,783,886
May	2026	48,729	40,769,274
Totals		583,219	657,798,457
Averages		48,602	54,816,538
Average Usage			1,128

Jackson Energy - Calculation of (Over)/Under Recovery

Line No.	Month & Year	EKPC Invoice Month recorded Member's Books (2)	Billed to Retail Consumer & recorded on Member's Books (3)	Monthly (Over) or Under (4)	Cumulative (Over) or Under (5)
1	Previous (Over)/Under-Recovery Remaining to be Amortized				
1a	From Case No. 2025-00266 (Over)/Under-Recovery				($100,064)
1b	From Case No. 2026-xxxxx (Over)/Under-Recovery				$0
1c	Total Previous (Over)/Under-Recovery				($100,064)
2	Jan-26	$2,012,594	$1,923,629	$88,965	($11,099)
3	Feb-26	$965,317	$720,477	$244,840	$233,741
4	Mar-26	$510,863	$402,103	$108,760	$342,500
5	Apr-26	$596,667	$642,484	($45,817)	$296,683
6	May-26	$583,434	$744,060	($160,626)	$136,057
7	Jun-26	$963,085	$1,252,443	($289,358)	($153,301)
Post Review	Jul-26	$1,059,377	$1,096,308	($36,931)	($190,231)
	Aug-26	$1,159,774	$1,097,619	$62,155	($128,077)
	Less Adjustment for Order amounts remaining to be amortized at end of review period June 2026				
8		Amount Per Case Order Remaining to be Amortized at beginning of Review Period	Amortization of Previous (Over)/Under Recoveries During Review Period		Amount Per Case Order Remaining to be Amortized at end of Review Period
8a	From Case No. 2025-00266 Recovery	$100,064	($100,064)		$0
8b	From Case No. 2026-xxxxx Recovery	$0	$0		$0
8c	Total Order amounts remaining - Over/(Under):				$0
9	Cumulative six month (Over)/Under-Recovery [Cumulative net of remaining Case amortizations (Ln 7&8c)]				($153,301)
10	Monthly recovery (per month for six months)				($25,550)

	Reconciliation:	
11	Previous (Over)/Under-Recovery Remaining to be Amortized, beginning of Review Period	($100,064)
12	Previous (Over)/Under-Recovery Remaining to be Amortized, ending of Review Period	$0
13	Total Amortization during Review Period	($100,064)
14	(Over)/Under-Recovery from Column 5, Line 9	($153,301)
15	Less: Total Monthly (Over)/Under-Recovery for Review Period (Column 4, Lines 2 thru 7)	($53,237)
16	Difference	($100,064)

Amortization Detail, Column 3, Line 8:

Month & Year	Case No. 2025-00266
Jan-26	($16,677)
Feb-26	($16,677)
Mar-26	($16,677)
Apr-26	($16,677)
May-26	($16,677)
Jun-26	($16,679)
Totals	($100,064)

Jackson Energy Cooperative Corporation

East Kentucky Power Cooperative, Inc. - Distribution Cooperatives
Pass Through Mechanism Report for Jackson Energy Cooperative

For the Month Ending September 2026

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8a)	(8b)	(8c)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
Surcharge Factor Expense Month	EKPC CESF %	EKPC BESF %	EKPC MESF %	EKPC Monthly Revenues from Sales to Jackson	On-peak Revenue Adjustment	EKPC Net Monthly Sales to Jackson	EKPC 12-months Ended Average Monthly Revenue from Sales to Jackson	Jackson Revenue Requirement	Rates B,C,G & Spec. Cts. Surcharge Revenues	Jackson Revenue Requirements Net of Rates B,C,G & Spec. Cts.	Amortization of (Over)/Under Recovery	Jackson Net Revenue Revenue Requirement Net Rates B,C,G & Spec. Cts.	Jackson Total Monthly Retail Revenues Net Rates B,C,G & Spec. Cts.	On-Peak Retail Revenue Adjustment Net Rates B,C,G & Spec. Cts.	Jackson Net Monthly Retail Revenues Net Rates B,C,G & Spec. Cts.	12-months ended Avg. Retail Revenues, Net Rates B,C,G & Spec. Cts.	Jackson Pass-thru Mechanism Factor Net Rates B,C,G & Spec. Cts.
			Col. (1) - Col. (2)			Col. (4) - Col. (5)		Col (3) x Col (7)		Col (8a) - (8b)		Col (8c) + Col (9)			Col. (11) - Col. (12)		Col (10) / Col (14)
Oct-24	19.45%	0.34%	19.11%	$ 4,611,933		$ 4,611,933	$ 6,109,821	$ 1,167,587	$ 146,358	$ 1,021,229	$ -	$ 1,021,229	$ 7,110,764		$ 7,110,764	$ 8,182,552	12.55%
Nov-24	22.98%	0.34%	22.64%	$ 5,233,347		$ 5,233,347	$ 6,026,168	$ 1,364,324	$ 123,961	$ 1,240,363	$ -	$ 1,240,363	$ 8,103,867		$ 8,103,867	$ 8,168,652	15.16%
Dec-24	21.01%	0.34%	20.67%	$ 6,954,400		$ 6,954,400	$ 6,045,192	$ 1,249,541	$ 139,287	$ 1,110,254	$ -	$ 1,110,254	$ 10,235,569		$ 10,235,569	$ 8,199,958	13.59%
Jan-25	15.94%	0.34%	15.60%	$ 9,783,333		$ 9,783,333	$ 6,100,557	$ 951,687	$ 143,803	$ 807,884	$ -	$ 807,884	$ 12,738,788		$ 12,738,788	$ 8,282,075	9.85%
Feb-25	9.18%	0.34%	8.84%	$ 9,096,198		$ 9,096,198	$ 6,266,400	$ 553,950	$ 133,287	$ 420,663	$ -	$ 420,663	$ 9,424,902		$ 9,424,902	$ 8,382,268	5.08%
(*) Mar-25	12.55%	0.34%	12.21%	$ 6,613,770		$ 6,613,770	$ 6,314,239	$ 770,969	$ 73,145	$ 697,824	$ -	$ 697,824	$ 8,519,895		$ 8,519,895	$ 8,475,397	8.32%
Apr-25	18.65%	0.34%	18.31%	$ 5,012,196		$ 5,012,196	$ 6,348,628	$ 1,162,434	$ 90,355	$ 1,072,079	$ -	$ 1,072,079	$ 8,079,858		$ 8,079,858	$ 8,571,291	12.65%
May-25	21.81%	0.34%	21.47%	$ 4,457,931		$ 4,457,931	$ 6,295,795	$ 1,351,707	$ 133,122	$ 1,218,585	$ -	$ 1,218,585	$ 7,362,277		$ 7,362,277	$ 8,601,901	14.22%
Jun-25	24.99%	0.34%	24.65%	$ 5,424,900		$ 5,424,900	$ 6,258,406	$ 1,542,697	$ 150,851	$ 1,391,846	$ -	$ 1,391,846	$ 8,998,772		$ 8,998,772	$ 8,699,862	16.18%
Jul-25	22.85%	0.34%	22.51%	$ 6,406,496		$ 6,406,496	$ 6,274,628	$ 1,412,419	$ 178,067	$ 1,234,352	$ 29,298	$ 1,263,650	$ 9,646,436		$ 9,646,436	$ 8,778,061	14.52%
Aug-25	17.73%	0.34%	17.39%	$ 5,592,923		$ 5,592,923	$ 6,236,646	$ 1,084,553	$ 160,181	$ 924,372	$ 29,298	$ 953,670	$ 8,180,047		$ 8,180,047	$ 8,786,122	10.86%
Sep-25	21.26%	0.34%	20.92%	$ 4,369,425		$ 4,369,425	$ 6,129,738	$ 1,282,341	$ 109,542	$ 1,172,799	$ 29,298	$ 1,202,097	$ 7,204,764		$ 7,204,764	$ 8,800,495	13.68%
Oct-25	23.67%	0.34%	23.33%	$ 4,029,105		$ 4,029,105	$ 6,081,169	$ 1,418,737	$ 123,367	$ 1,295,370	$ 29,298	$ 1,324,668	$ 7,024,355		$ 7,024,355	$ 8,793,294	15.05%
Nov-25	27.09%	0.34%	26.75%	$ 5,460,130		$ 5,460,130	$ 6,100,067	$ 1,631,578	$ 138,437	$ 1,493,141	$ 29,298	$ 1,522,439	$ 8,089,352		$ 8,089,352	$ 8,792,085	17.31%
Dec-25	24.12%	0.34%	23.78%	$ 7,826,445		$ 7,826,445	$ 6,172,738	$ 1,467,877	$ 170,524	$ 1,297,353	$ 29,295	$ 1,326,648	$ 10,288,643		$ 10,288,643	$ 8,796,508	15.09%
Jan-26	11.25%	0.34%	10.91%	$ 9,115,111		$ 9,115,111	$ 6,117,053	$ 667,370	$ 154,980	$ 512,390	$ (16,677)	$ 495,713	$ 12,597,907		$ 12,597,907	$ 8,784,768	5.64%
Feb-26	8.66%	0.34%	8.32%	$ 9,510,582		$ 9,510,582	$ 6,151,585	$ 511,812	$ 72,289	$ 439,523	$ (16,677)	$ 422,846	$ 10,930,978		$ 10,930,978	$ 8,910,274	4.81%
Mar-26	13.67%	0.34%	13.33%	$ 6,875,400		$ 6,875,400	$ 6,173,387	$ 822,912	$ 61,168	$ 761,744	$ (16,677)	$ 745,067	$ 8,247,306		$ 8,247,306	$ 8,887,558	8.36%
Apr-26	14.01%	0.34%	13.67%	$ 5,127,327		$ 5,127,327	$ 6,182,981	$ 845,214	$ 86,807	$ 758,407	$ (16,677)	$ 741,730	$ 8,045,534		$ 8,045,534	$ 8,884,698	8.35%
May-26	20.08%	0.34%	19.74%	$ 4,849,295		$ 4,849,295	$ 6,215,595	$ 1,226,958	$ 79,465	$ 1,147,493	$ (16,677)	$ 1,130,816	$ 8,950,813		$ 8,950,813	$ 9,017,076	12.73%
Jun-26	18.35%	0.34%	18.01%	$ 5,443,851		$ 5,443,851	$ 6,217,174	$ 1,119,713	$ 111,532	$ 1,008,181	$ (16,679)	$ 991,502	$ 10,242,986		$ 10,242,986	$ 9,120,760	11.00%
Jul-26	20.47%	0.34%	20.13%	$ 6,467,466		$ 6,467,466	$ 6,222,255	$ 1,252,540	$ 105,415	$ 1,147,125		$ 1,147,125	$ 9,810,048		$ 9,810,048	$ 9,134,394	12.58%
Aug-26	13.97%	0.34%	13.63%	$ 6,290,051		$ 6,290,051	$ 6,280,349	$ 856,012	$ 106,416	$ 749,596	$ (51,919)	$ 697,677	$ 8,891,274		$ 8,891,274	$ 9,193,663	7.64%
Sep-26	15.88%	0.34%	15.54%	$ 5,792,878		$ 5,792,878	$ 6,398,970	$ 994,400	$ 67,909	$ 926,491	$ (51,919)	$ 874,572	ΤΟ BE APPLIED TO BILLS RENDERED ON OR				9.51%

Jackson Energy Cooperative Corporation

East Kentucky Power Cooperative, Inc. - Distribution Cooperatives
Pass Through Mechanism Report for Jackson Energy Cooperative

For the Month Ending September 2026

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8a)	(8b)	(8c)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
Surcharge Factor Expense Month	EKPC CESF %	EKPC BESF %	EKPC MESF %	EKPC Monthly Revenues from Sales to Jackson	On-peak Revenue Adjustment	EKPC Net Monthly Sales to Jackson	EKPC 12-months Ended Average Monthly Revenue from Sales to Jackson	Jackson Revenue Requirement	Rates B,C,G & Spec. Cts. Surcharge Revenues	Jackson Revenue Requirements Net of Rates B,C,G & Spec. Cts.	Amortization of (Over)/Under Recovery	Jackson Net Revenue Revenue Requirement Net Rates B,C,G & Spec. Cts.	Jackson Total Monthly Retail Revenues Net Rates B,C,G & Spec. Cts.	On-Peak Retail Revenue Adjustment Net Rates B,C,G & Spec. Cts.	Jackson Net Monthly Retail Revenues Net Rates B,C,G & Spec. Cts.	12-months ended Avg. Retail Revenues, Net Rates B,C,G & Spec. Cts.	Jackson Pass-thru Mechanism Factor Net Rates B,C,G & Spec. Cts.
			Col. (1) - Col. (2)			Col. (4) - Col. (5)		Col (3) x Col (7)		Col (8a) - (8b)		Col (8c) + Col (9)			Col. (11) - Col. (12)		Col (10) / Col (14)
Oct-24	19.45%	0.34%	19.11%	$ 4,611,933		$ 4,611,933	$ 6,109,821	$ 1,167,587	$ 146,358	$ 1,021,229	$ -	$ 1,021,229	$ 7,110,764		$ 7,110,764	$ 8,182,552	12.55%
Nov-24	22.98%	0.34%	22.64%	$ 5,233,347		$ 5,233,347	$ 6,026,168	$ 1,364,324	$ 123,961	$ 1,240,363	$ -	$ 1,240,363	$ 8,103,867		$ 8,103,867	$ 8,168,652	15.16%
Dec-24	21.01%	0.34%	20.67%	$ 6,954,400		$ 6,954,400	$ 6,045,192	$ 1,249,541	$ 139,287	$ 1,110,254	$ -	$ 1,110,254	$ 10,235,569		$ 10,235,569	$ 8,199,958	13.59%
Jan-25	15.94%	0.34%	15.60%	$ 9,783,333		$ 9,783,333	$ 6,100,557	$ 951,687	$ 143,803	$ 807,884	$ -	$ 807,884	$ 12,738,788		$ 12,738,788	$ 8,282,075	9.85%
Feb-25	9.18%	0.34%	8.84%	$ 9,096,198		$ 9,096,198	$ 6,266,400	$ 553,950	$ 133,287	$ 420,663	$ -	$ 420,663	$ 9,424,902		$ 9,424,902	$ 8,382,268	5.08%
(*) Mar-25	12.55%	0.34%	12.21%	$ 6,613,770		$ 6,613,770	$ 6,314,239	$ 770,969	$ 73,145	$ 697,824	$ -	$ 697,824	$ 8,519,895		$ 8,519,895	$ 8,475,397	8.32%
Apr-25	18.65%	0.34%	18.31%	$ 5,012,196		$ 5,012,196	$ 6,348,628	$ 1,162,434	$ 90,355	$ 1,072,079	$ -	$ 1,072,079	$ 8,079,858		$ 8,079,858	$ 8,571,291	12.65%
May-25	21.81%	0.34%	21.47%	$ 4,457,931		$ 4,457,931	$ 6,295,795	$ 1,351,707	$ 133,122	$ 1,218,585	$ -	$ 1,218,585	$ 7,362,277		$ 7,362,277	$ 8,601,901	14.22%
Jun-25	24.99%	0.34%	24.65%	$ 5,424,900		$ 5,424,900	$ 6,258,406	$ 1,542,697	$ 150,851	$ 1,391,846	$ -	$ 1,391,846	$ 8,998,772		$ 8,998,772	$ 8,699,862	16.18%
Jul-25	22.85%	0.34%	22.51%	$ 6,406,496		$ 6,406,496	$ 6,274,628	$ 1,412,419	$ 178,067	$ 1,234,352	$ 29,298	$ 1,263,650	$ 9,646,436		$ 9,646,436	$ 8,778,061	14.52%
Aug-25	17.73%	0.34%	17.39%	$ 5,592,923		$ 5,592,923	$ 6,236,646	$ 1,084,553	$ 160,181	$ 924,372	$ 29,298	$ 953,670	$ 8,180,047		$ 8,180,047	$ 8,786,122	10.86%
Sep-25	21.26%	0.34%	20.92%	$ 4,369,425		$ 4,369,425	$ 6,129,738	$ 1,282,341	$ 109,542	$ 1,172,799	$ 29,298	$ 1,202,097	$ 7,204,764		$ 7,204,764	$ 8,800,495	13.68%
Oct-25	23.67%	0.34%	23.33%	$ 4,029,105		$ 4,029,105	$ 6,081,169	$ 1,418,737	$ 123,367	$ 1,295,370	$ 29,298	$ 1,324,668	$ 7,024,355		$ 7,024,355	$ 8,793,294	15.05%
Nov-25	27.09%	0.34%	26.75%	$ 5,460,130		$ 5,460,130	$ 6,100,067	$ 1,631,578	$ 138,437	$ 1,493,141	$ 29,298	$ 1,522,439	$ 8,089,352		$ 8,089,352	$ 8,792,085	17.31%
Dec-25	24.12%	0.34%	23.78%	$ 7,826,445		$ 7,826,445	$ 6,172,738	$ 1,467,877	$ 170,524	$ 1,297,353	$ 29,295	$ 1,326,648	$ 10,288,643		$ 10,288,643	$ 8,796,508	15.09%
Jan-26	11.25%	0.34%	10.91%	$ 9,115,111		$ 9,115,111	$ 6,117,053	$ 667,370	$ 154,980	$ 512,390	$ (16,677)	$ 495,713	$ 12,597,907		$ 12,597,907	$ 8,784,768	5.64%
Feb-26	8.66%	0.34%	8.32%	$ 9,510,582		$ 9,510,582	$ 6,151,585	$ 511,812	$ 72,289	$ 439,523	$ (16,677)	$ 422,846	$ 10,930,978		$ 10,930,978	$ 8,910,274	4.81%
Mar-26	13.67%	0.34%	13.33%	$ 6,875,400		$ 6,875,400	$ 6,173,387	$ 822,912	$ 61,168	$ 761,744	$ (16,677)	$ 745,067	$ 8,247,306		$ 8,247,306	$ 8,887,558	8.36%
Apr-26	14.01%	0.34%	13.67%	$ 5,127,327		$ 5,127,327	$ 6,182,981	$ 845,214	$ 86,807	$ 758,407	$ (16,677)	$ 741,730	$ 8,045,534		$ 8,045,534	$ 8,884,698	8.35%
May-26	20.08%	0.34%	19.74%	$ 4,849,295		$ 4,849,295	$ 6,215,595	$ 1,226,958	$ 79,465	$ 1,147,493	$ (16,677)	$ 1,130,816	$ 8,950,813		$ 8,950,813	$ 9,017,076	12.73%
Jun-26	18.35%	0.34%	18.01%	$ 5,443,851		$ 5,443,851	$ 6,217,174	$ 1,119,713	$ 111,532	$ 1,008,181	$ (16,679)	$ 991,502	$ 10,242,986		$ 10,242,986	$ 9,120,760	11.00%
Jul-26	20.47%	0.34%	20.13%	$ 6,467,466		$ 6,467,466	$ 6,222,255	$ 1,252,540	$ 105,415	$ 1,147,125	$ (25,550)	$ 1,121,575	$ 9,810,048		$ 9,810,048	$ 9,134,394	12.30%
Aug-26	13.97%	0.34%	13.63%	$ 6,290,051		$ 6,290,051	$ 6,280,349	$ 856,012	$ 106,416	$ 749,596	$ (51,919)	$ 697,677	$ 8,891,274		$ 8,891,274	$ 9,193,663	7.64%
Sep-26	15.88%	0.34%	15.54%	$ 5,792,878		$ 5,792,878	$ 6,398,970	$ 994,400	$ 67,909	$ 926,491	$ (51,919)	$ 874,572	ΤΟ BE APPLIED TO BILLS RENDERED ON OR				9.51%