

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN ELECTRONIC EXAMINATION OF THE	)	
APPLICATION OF THE FUEL ADJUSTMENT	)	
CLAUSE OF BIG RIVERS ELECTRIC	)	CASE NO.
CORPORATION COOPERATIVES FROM	)	2025-00345
NOVEMBER 1, 2022 THROUGH OCTOBER 31,	)	
2024.	)	

ORDER

Pursuant to 807 KAR 5:056, the Commission, on December 19, 2025, established this case to review and evaluate the operation of the Fuel Adjustment Clause (FAC) of Jackson Purchase Energy Corporation, Kenergy Corp., and Meade County Rural Electric Cooperative Corporation (collectively, Cooperatives, or individually, Cooperative) for the period of November 1, 2022, through October 31, 2024, and to determine the amount of fuel costs that should be included in its respective base rates.¹

LEGAL STANDARD

The FAC is a regulatory mechanism that permits jurisdictional utilities to regularly adjust the per unit price of electricity to reflect fluctuations in the cost of fuel, or purchased power, used to supply that electricity and is pursuant to 807 KAR 5:056. The statutory foundations for the regulation are KRS 278.480, which gives the Commission exclusive jurisdiction over the regulation of rates and services of utilities, and KRS 278.030(1), which grants the PSC the authority to set rates that are fair, just and reasonable. The Commission's right to conduct six-month and two-year reviews of a utility's FAC is

¹ Opening Order (Ky. PSC Dec. 29, 2025).

established in 807 KAR 5:056, Section 3. Every two years the Commission shall conduct a formal review and evaluate past operations of the clause, disallow improper expenses and, to the extent appropriate, reestablish the baseline fuel clause charge.

DISCUSSION AND FINDINGS

In establishing this review, the Commission ordered each Cooperative to individually submit an affidavit attesting to its adherence to 807 KAR 5:056. Each Cooperative submitted an affidavit on or before the established deadline attesting to its adherence to 807 KAR 5:056. Having considered the evidence of record and being otherwise sufficiently advised, the Commission finds that, during the period under review, the Cooperatives have complied in all material respects with the provisions of 807 KAR 5:056. As Big Rivers Electric Corporation, the wholesale supplier of the Cooperatives, has been authorized to maintain its base fuel rate at its current level in Case No. 2025-00343,² the Commission finds that each individual Cooperatives' proposal to maintain rates at the current level should be approved.

Included in the two-year FAC review cases, the Commission conducts a six-month review of the last six months of the period under review, to examine the calculation or application of the Cooperatives' FAC charges. Having considered the evidence of record and being otherwise sufficiently advised, the Commission finds that during the period under review, each Cooperative has complied with the provisions of 807 KAR 5:056. The Commission finds no evidence of improper calculation or application of the Cooperatives'

² Case No. 2025-000343, *An Electronic Examination of The Application of the Fuel Adjustment Clause of Big Rivers Electric Corporation from November 1, 2022 through October 31, 2024* (Ky. PSC Aug. 19, 2026), final Order.

FAC charges or improper fuel procurement practices for the last six months of the period under review, from May 1, 2024, to October 31, 2024.

IT IS THEREFORE ORDERED that:

1. The charges and credits applied by each individual Cooperative through the FAC for the period from November 1, 2022, through October 31, 2024, are approved.
2. Each individual Cooperatives' proposal to maintain its rates at the current level is approved.
3. This case is closed and removed from the Commission's docket.

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Entered on this 18th day of August, 2026.

PUBLIC SERVICE COMMISSION



Angie Hatton
Chair



Mary Pat Regan
Vice Chair



Andrew W. Wood
Commissioner



Barry L. Mayfield
Commissioner

ATTEST:



Justin McNeil
Executive Director

Service List for Case 2025-00345

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Jackson Purchase Energy Corporation
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Paducah, KY 42001

* Kenergy Corp.
Kenergy Corp.
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Henderson, KY 42419

* Meade County R.E.C.C.
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P. O. Box 489
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