



A Touchstone Energy Cooperative 

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PUBLIC SERVICE  
COMMISSION

November 22, 2010

Mr. Jeff Derouen  
Executive Director  
Kentucky Public Service Commission  
P.O. Box 615  
Frankfort, Kentucky 40602-0615

Dear Mr. Derouen:

Re: PSC Case No. 2010-00021

In accordance with the Commission's Order in Case No. 2010-00021 dated November 5, 2010, enclosed are an original and six (6) copies of Fleming-Mason Energy Cooperative, Inc.'s tariff sheet for Rate Schedule ES—Environmental Surcharge, which shows the approval by authority of the Order.

Please return a stamped copy of this tariff to me.

If you have any questions about this filing, please feel free to contact me.

Sincerely,

A handwritten signature in cursive script that reads "Joni K Hazelrigg".

Joni K Hazelrigg  
CFO

Enclosures

**Fleming-Mason Energy Cooperative, Inc.**

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**CLASSIFICATION OF SERVICE**

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**RATE SCHEDULE ES – ENVIRONMENTAL SURCHARGE**

**AVAILABILITY**

In all of the Company's service territory.

**APPLICABILITY**

This rate schedule shall apply to all electric rate schedules and special contracts.

**RATE**

$$CES(m) = ES(m)$$

Where CES(m) = Current Month Environmental Surcharge Factor  
ES(m) = Current Month Environmental Surcharge Calculation

For all Rate Schedules EXCLUDING retail rates based upon the wholesale power supplier's B and C rate and Special Contract rates:

$ES(m) = \frac{[(WESF) \times (\text{Average of 12-months ended revenues from sales to Member System, excluding environmental surcharge}) + (\text{Over/Under Recovery})]}{[\text{Average of 12-months ending Retail Revenue excluding revenue from rate schedules based upon the wholesale power supplier's B and C rate and special contract rates (excluding environmental surcharge)}]} = \text{_____} \%$

Where WESF = Wholesale Environmental Surcharge Factor for Current Expense Month

For all Rate Schedules that are based upon the wholesale power supplier's B and C rate and Special Contract rates:

ES(m) = Direct pass-through of the wholesale environmental surcharge amount as billed by the wholesale power supplier.

(Over)/Under Recovery = 6-months cumulative (over)/under recovery as defined by amount billed by EKPC to Member System minus the amount billed by Member System to retail customer. Over or under recoveries shall be amortized over a six-month period. (T)

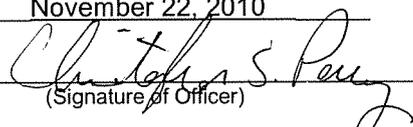
**BILLING**

The current expense month (m) shall be the second month proceeding the month in which the Environmental Surcharge is billed.

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Date of Issue: November 22, 2010

Date Effective: November 5, 2010

Issued By:   
(Signature of Officer)

Title: President & Chief Executive Officer

By Authority of Order of: The Public Service Commission in Case No. 2010-00021 Dated November 5, 2010