

KENERGY CORP.
PUBLIC NOTICE
2015-00312 RATE APPLICATION
THE APPLICATION OF KENERGY CORP.
FOR AN ADJUSTMENT IN EXISTING RATES

Kenergy Corp., 6402 Old Corydon Road, Henderson, KY 42420, will file an application for an adjustment in existing rates on or around October 30, 2015 with the Kentucky Public Service Commission in Case No. 2015-00312. The proposed changes are designed to increase revenues \$2,563,807, and are proposed to be effective on November 29, 2015. The rates contained in this notice are the rates proposed by Kenergy Corp., but the Public Service Commission may order rates to be charged that differ from the proposed rates contained in this notice.

The present and proposed rates are as follows:

| | <u>Present Rate Schedule</u> | <u>Proposed Rate Schedule</u> |
|--|------------------------------|-------------------------------|
| Residential Service (Single & Three-Phase): | | |
| Customer Charge per Delivery Point | \$15.60 per month | \$18.50 per month |
| Energy Charge per KWH | \$0.101304 | \$0.102042 |
| All Non-Residential Single Phase: | | |
| Customer Charge per Delivery Point | \$22.10 per month | \$22.10 per month |
| Energy Charge per KWH | \$0.099590 | \$0.100842 |
| Three-Phase Demand | | |
| Non-Dedicated Delivery Points (0 - 1,000 KW): | | |
| Customer Charge per Delivery Point | \$45.52 per month | \$45.52 per month |
| Demand Charge: | | |
| All KW During Month | \$5.78 | \$5.78 |
| Energy Charge: | | |
| First 200 KWH per KW, per KWH | \$0.087490 | \$0.087490 |
| Next 200 KWH per KW, per KWH | \$0.067100 | \$0.067100 |
| All Over 400 KWH per KW, per KWH | \$0.059400 | \$0.059400 |
| Three-Phase Demand | | |
| Non-Dedicated Delivery Points (1,001 KW and Over): | | |
| Option A - High Load Factor (above 50%) | | |
| Customer Charge per Delivery Point | \$975.27 per month | \$975.27 per month |
| Demand Charge: | | |
| All KW During Month | \$12.20 | \$12.70 |
| Energy Charge: | | |
| First 200 KWH per KW, per KWH | \$0.052190 | \$0.054327 |
| Next 200 KWH per KW, per KWH | \$0.047940 | \$0.049903 |
| All Over 400 KWH per KW, per KWH | \$0.045380 | \$0.047238 |
| Option B - Low Load Factor (below 50%) | | |
| Customer Charge per Delivery Point | \$975.27 per month | \$975.27 per month |
| Demand Charge: | | |
| All KW During Month | \$6.87 | \$7.15 |
| Energy Charge: | | |
| First 150 KWH per KW, per KWH | \$0.072310 | \$0.075271 |
| Over 150 KWH per KW, per KWH | \$0.063330 | \$0.065923 |
| Private Outdoor Lighting(per month) | | |
| Standard(served overhead) | | |
| Not available for new installations after December 1, 2012: | | |
| 7000 LUMEN-175W-MERCURY VAPOR | \$11.06 | \$11.30 |
| 12000 LUMEN-250W-MERCURY VAPOR | \$13.24 | \$13.78 |
| 20000 LUMEN-400W-MERCURY VAPOR | \$16.19 | \$16.87 |
| 9500 LUMEN-100W-HPS | \$10.41 | \$9.99 |
| 9000 LUMEN-100W METAL HALIDE (MH) | \$9.82 | \$9.42 |
| 24000 LUMEN-400W METAL HALIDE (MH) | \$21.07 | \$20.26 |
| Not Available for new installations after November 2014: | | |
| 20000/27000 LUMEN-200/250W- HPS | \$15.46 | \$15.03 |
| 61000 LUMEN-400W-HPS-FLOOD LGT | \$18.18 | \$18.94 |
| Available for new installations after November 2014: | | |
| 5200 LUMEN-60W-LED NEMA HEAD | \$8.89 | \$8.53 |
| 9500 LUMEN-108W-LED MID OUTPUT | \$11.28 | \$10.82 |
| 11000 LUMEN-135W-LED HIGH OUTPUT | \$13.80 | \$13.24 |
| Commercial and Industrial Lighting | | |
| Available for new installations after November 2014: | | |
| Flood Lighting Fixture | | |
| 18500 LUMEN 192W-LED FLOOD | \$17.94 | \$17.21 |
| Not Available for new installations after December 1, 2012: | | |
| 28000 LUMEN HPS-250W-FLOOD LGT | \$14.06 | \$14.65 |
| 61000 LUMEN-400W-HPS-FLOOD LGT | \$18.19 | \$18.94 |
| 140000 LUM-1000W-HPS-FLOOD LGT | \$41.94 | \$41.77 |
| 19500 LUMEN-250W-MH-FLOOD LGT | \$13.46 | \$14.02 |
| 32000 LUMEN-400W-MH-FLOOD LGT | \$18.11 | \$18.86 |
| 107000 LUM-1000W-MH-FLOOD LGT | \$41.87 | \$41.10 |
| Not Available for new installations after April 1, 2011: | | |
| Contemporary(Shoebox) | | |
| 28000 LUMEN-250W-HPS SHOEBOX | \$15.90 | \$15.97 |
| 61000 LUMEN-400W-HPS SHOEBOX | \$20.13 | \$20.96 |
| 140000 LUMENS-1000W-HPS SHOEBOX | \$41.94 | \$41.98 |
| 19500 LUMEN-250W-MH SHOEBOX | \$15.29 | \$15.83 |
| 32000 LUMENS-400W-MH SHOEBOX | \$19.73 | \$20.55 |
| 107000 LUMENS-1000W-MH SHOEBOX | \$41.87 | \$43.61 |
| Not Available for new installations after April 1, 2011: | | |
| Decorative Lighting | | |
| 9000 LUM-100W-MH ACORN GLOBE | \$14.26 | \$13.69 |
| 16600 LUM-175W-MH ACORN GLOBE | \$17.57 | \$16.85 |
| 9000 LUM-100W-MH ROUND GLOBE | \$13.99 | \$13.43 |
| 16600 LUM-175W-MH ROUND GLOBE | \$16.30 | \$16.45 |
| 16600 LUM-175W-MH LANTERN GLOBE | \$16.47 | \$15.79 |
| 9500 LUM-100W-HPS ACORN GLOBE | \$16.09 | \$15.44 |
| Not Available for new installations after April 1, 2011: | | |
| Pedestal Mounted Pole | | |
| STEEL 25 FT PEDESTAL MT POLE | \$9.03 | \$9.39 |
| STEEL 30 FT PEDESTAL MT POLE | \$10.15 | \$10.56 |
| STEEL 39 FT PEDESTAL MT POLE | \$17.07 | \$16.39 |
| Available for new installations after April 1, 2011: | | |
| WOOD 30 FT DIRECT BURIAL POLE | \$5.65 | \$5.42 |
| ALUMINUM 28 FT DIRECT BURIAL | \$11.62 | \$12.08 |
| Not Available for new installations after April 1, 2011: | | |
| FLUTED FIBERGLASS 15 FT POLE | \$12.42 | \$12.92 |
| FLUTED ALUMINUM 14FT POLE | \$13.64 | \$14.19 |
| Street Lighting Service(per month) | | |
| Not available for new installations after April 1, 2011: | | |
| 7000 LUMEN-175W-MERCURY VAPOR | \$11.06 | \$11.16 |
| 20000 LUMEN-400W-MERCURY VAPOR | \$16.19 | \$16.87 |

Not Available for new installations after November 2014:

| | | |
|--------------------------------|---------|---------|
| 9500 LUMEN-100W-HPS STREET LGT | \$10.41 | \$9.98 |
| 27000 LUMEN-250W-HPS ST LIGHT | \$15.46 | \$15.67 |

Not available for new installations after April 1, 2011:

| | | |
|---------------------|---------|---------|
| 9000 LUMEN-100W MH | \$9.82 | \$9.42 |
| 24000 LUMEN-400W MH | \$20.78 | \$20.59 |

Available for new installations after November 2014:

| | | |
|----------------------------------|---------|---------|
| 5200 LUMEN-60W-LED NEMA HEAD | \$8.89 | \$8.53 |
| 9500 LUMEN-108W-LED MID OUTPUT | \$11.28 | \$10.82 |
| 11000 LUMEN-135W-LED HIGH OUTPUT | \$13.80 | \$13.24 |

Underground service with non-std. pole

| | | |
|---------------------------------|--------|--------|
| UG NON-STD POLE-GOVT & DISTRICT | \$7.27 | \$7.34 |
|---------------------------------|--------|--------|

Overhead service to street lighting districts

| | | |
|------------------------------|--------|--------|
| OH FAC-STREET LIGHT DISTRICT | \$3.04 | \$3.07 |
|------------------------------|--------|--------|

Decorative Underground service

Not Available for new installations after April 1, 2011:

| | | |
|--------------------------------|---------|---------|
| 6300 LUMEN-DECOR-70W-HPS ACORN | \$14.35 | \$14.93 |
| 6300 LUM DECOR-70W-HPS LANTERN | \$14.35 | \$14.93 |
| 12600 LUM HPS-70W-2 DECOR FIX | \$25.43 | \$24.40 |

Not Available for new installations after November 2014:

| | | |
|------------------------------------|---------|---------|
| 9500 LUM - HPS ACORN GL 14 FT POLE | \$27.52 | \$26.68 |
|------------------------------------|---------|---------|

Available for new installations after November 2014:

| | | |
|------------------------------------|---------|---------|
| 2900 LUM - LED ACORN GL 14 FT POLE | \$22.31 | \$23.21 |
|------------------------------------|---------|---------|

Special street lighting districts

Not Available for new installations after April 1, 2011:

| | | |
|-----------------------------|--------|--------|
| BASKETT STREET LIGHTING | \$3.83 | \$3.87 |
| MEADOW HILL STREET LIGHTING | \$3.49 | \$3.52 |
| SPOTTSVILLE STREET LIGHTING | \$4.32 | \$4.36 |

Special Charges: (per trip)

| | | |
|---------------------------------|---------|---------|
| Turn on Service Charge | \$32.00 | \$33.00 |
| Reconnect Charge - Regular | \$32.00 | \$33.00 |
| Reconnect Charge - After hours | \$95.00 | \$98.00 |
| Terminate Service Charge | \$32.00 | \$33.00 |
| Meter Reading Charge | \$32.00 | \$33.00 |
| Meter Test Charge | \$50.00 | \$52.00 |
| Returned check charge | \$12.00 | \$13.00 |
| Trip by servicetech Regular | \$32.00 | \$33.00 |
| Trip by servicetech After hours | \$95.00 | \$98.00 |
| Remote Disconnect/Reconnect | \$23.00 | \$24.00 |

Large Industrial Customers Served Under Special Contract

Dedicated Delivery Points (Class C)

| | | |
|---|-----------------|-----------------|
| Facilities Charge per Assigned Dollars of | 1.38% per month | 1.14% per month |
|---|-----------------|-----------------|

Kenergy Investment for Facilities

Cable Television Attachment Tariff:

| | <u>Present Rate</u> per year | <u>Proposed Rate</u> per year |
|-----------------------------|------------------------------|-------------------------------|
| Two-Party Pole Attachment | \$6.30 | \$6.20 |
| Three-Party Pole Attachment | \$4.89 | \$4.83 |

Proposed Reserve Funds

| | <u>Current</u> | <u>Proposed</u> | <u>Expired</u> |
|-----------------------------------|----------------|-----------------|----------------|
| Residential deposit amount | \$251.00 | \$274.00 | \$325.00 |

Kenergy proposes changes to its present tariff schedules to reflect the foregoing proposed changes in rates, and Kenergy also proposes changes to other tariff schedules, including text changes. The tariff schedules being proposed by Kenergy are attached to the application in this case.

The amount and percent of change by rate class are as follows:

| <u>Rate Class</u> | <u>Dollars</u> | <u>% of Change</u> |
|----------------------------------|----------------|--------------------|
| Residential Service | \$2,121,977 | 2.45% |
| All Non-Residential Single Phase | \$152,962 | 1.00% |
| Three-Phase (less than 1,000 KW) | \$0 | 0.00% |
| Three-Phase (1,001 KW & Over) | \$301,941 | 3.81% |
| Unmetered Lighting | \$22,619 | 0.97% |
| Cable Television Attachment | (\$1,044) | -1.49% |
| Unbilled Revenue | (\$4,516) | n/a |
| Total Non-Direct Served | \$2,593,938 | 1.93% |
| <u>Rate Class</u> | | |
| Direct Served Customers Class A | \$0 | 0.00% |
| Direct Served Customers Class B | \$0 | 0.00% |
| Direct Served Customers Class C | (\$42,808) | -0.18% |
| Total All | \$2,551,130 | 0.56% |

The effect of the proposed rates on the average monthly bill by rate class is as follows:

| <u>Rate Class</u> | <u>Normalized</u> | <u>Proposed</u> | <u>Increase (Decrease)</u> | <u>Percent Change</u> |
|----------------------------------|-------------------|-----------------|----------------------------|-----------------------|
| Residential Service | \$158.81 | \$162.71 | \$3.90 | 2.46% |
| All Non-Residential Single Phase | \$133.80 | \$135.14 | \$1.34 | 1.00% |
| Three-Phase (less than 1,000 KW) | \$1,608.66 | \$1,608.66 | \$0.00 | 0.00% |
| Three-Phase (1,001 KW & Over) | \$47,131.74 | \$48,929.01 | \$1,797.27 | 3.81% |
| Unmetered Lighting | n/a | n/a | n/a | n/a |
| Special Charges | n/a | n/a | n/a | n/a |
| Cable Television Attachment | \$1,171.41 | \$1,154.02 | (\$17.40) | -1.49% |
| Direct Served Customers Class A | \$10,785,937.80 | \$10,785,937.80 | \$0.00 | 0.00% |
| Direct Served Customers Class B | \$1,093,970.40 | \$1,093,970.40 | \$0.00 | 0.00% |
| Direct Served Customers Class C | \$115,515.59 | \$115,305.75 | (\$209.84) | -0.18% |

A person may examine this application at Kenergy's office at the above stated address or at one of its branch offices at 315 Hawes Blvd., Hawesville, KY 42348; 1441 U. S. Highway 231 North, Hartford, KY 42347; 2620 Brown Badgett Loop, Hanson, KY 42413; 3000 US 641, Marion, KY 42064; or 3111 Fairview Drive, Owensboro, KY 42303.

Any person may examine this application at the commission's offices located at 211 Sower Boulevard, Frankfort, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m., or through the commission's Web site at <http://psc.ky.gov>.

Comments regarding this application may be submitted to the Public Service Commission through its Web site or by mail to Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602.

Any person with a substantial interest in the matter may, by written request, within thirty (30) days of initial publication of this notice request to intervene in the proceeding. That written request must be submitted to the Kentucky Public Service Commission, Post Office Box 615, Frankfort, KY 40602, establishing the grounds for the request, including the status and interest of the party.

If the Commission does not receive a written request for intervention within thirty (30) days of initial publication or by mailing of the notice, the commission may take final action on the application.

By: Jeff Hohn, President and CEO