

OFFICIAL NOTICE

Jackson Energy Cooperative, with its principal office at McKee Kentucky and with its address at 115 Jackson Energy Lane, McKee, Kentucky 40447, has filed with the Kentucky Public Service Commission in Case No. 2013-00219 an application to adjust its retail rates and charges. The need for this adjustment is due to an increase in Jackson Energy’s expenses in the areas of wholesale power costs, interest, depreciation, and general operating expenses.

Jackson Energy is proposing to increase its rates over a three consecutive year period. Additionally, Jackson Energy is proposing to solely increase its customer charges and not to increase any demand or energy rates.

The rates contained in this notice are the rates proposed by Jackson Energy Cooperative but that the Kentucky Public Service Commission may order rates to be charged that differ from these proposed rates contained in this notice.

Any corporation, association, or person may within thirty (30) days after the initial publication or mailing of notice of the proposed rate changes, submit a written request to intervene to the Public Service Commission, 211 Sower Boulevard, P.O. Box 615, Frankfort, Kentucky 40602 that establishes the grounds for the request including the status and interest of the party, and states that intervention may be granted beyond the thirty (30) day period for good cause shown.

Written comments regarding the proposed rates may be submitted to the Public Service Commission by mail or through the Public Service Commission’s Web site at <http://psc.ky.gov/>.

Any person may examine the rate application and any other documents the utility has filed with the Public Service Commission at the offices of Jackson Energy listed below and on the utility’s Web site at www.jacksonenergy.com

Jackson Energy Cooperative
115 Jackson Energy Lane
McKee, Kentucky 40447
606-364-1000

This filing and any other related documents can be found on the Public Service Commission’s Web site at <http://psc.ky.gov/>.

The amount of the change requested in both dollar amounts and percentage change for customer classification to which the proposed change will apply is presented below:

Rate Class	Year 1		Year 2		Year 3	
	Increase Dollar	Percent	Increase Dollar	Percent	Increase Dollar	Percent
Rate 10 Residential, Farm and Non-Farm Service	\$ 1,118,150	1.7%	\$ 1,118,150	1.7%	\$ 1,118,150	1.7%
Rate 20 Commercial, Small Power, and Three-Phase Farm Service	\$ 165,184	2.6%	\$ 165,184	2.5%	\$ 165,184	2.5%
Rate 40 Large Power More than 50 kW but less than 275 kW	\$ 4,710	0.1%	\$ 4,710	0.1%	\$ 4,710	0.1%
Rate 46 Large Power - 500 kW and Over	\$ 4,965	0.4%	\$ 4,965	0.4%	\$ 4,965	0.4%
Rate 47 Large Power Rate 500 kW to 4,999 kW	\$ 7,447	0.3%	\$ 7,447	0.3%	\$ 7,447	0.3%
Rate 50 Schools, Churches and Community Halls	\$ 24,752	0.9%	\$ 24,752	0.9%	\$ 24,752	0.9%
Rate 52 All Electric Schools	\$ 1,196	0.1%	\$ 1,196	0.1%	\$ 1,196	0.1%
Rate OL Outdoor Lighting	\$ 43,596	1.7%	\$ 43,596	1.7%	\$ 43,596	1.7%

The present and proposed rate structure of Jackson Energy Cooperative are listed below:

Rate Class	Present	Year 1	Year 2	Year 3
Rate 10 - Residential, Farm and Non-Farm Service				
Customer charge	\$ 10.44	\$ 12.44	\$ 14.44	\$ 16.44
Rate 20 - Commercial, Small Power, and Three-Phase Farm Service				
Customer charge	\$ 27.47	\$ 31.47	\$ 35.47	\$ 39.47
Rate 40 - Large Power more than 50 kW but less than 275 kW				
Customer charge	\$ 49.45	\$ 51.95	\$ 54.45	\$ 56.95
Rate 46 - Large Power Rate - 500 kW and Over				
Customer Charge	\$ 1,079.86	\$ 1,286.73	\$ 1,493.60	\$ 1,700.47
Rate 47 - Large Power Rate - 500 kW to 4,999 kW				
Customer charge	\$ 1,079.86	\$ 1,286.73	\$ 1,493.60	\$ 1,700.47
Rate 48 - Large Power Rate 5,000 kW and Larger				
Customer charge	\$ 1,202.46	\$ 1,409.33	\$ 1,616.20	\$ 1,823.07
Rate 50 - Schools, Churches and Community Halls				
Customer Charge	\$ 16.49	\$ 18.49	\$ 20.49	\$ 22.49
Rate 52 - All Electric Schools				
Customer charge	\$ 43.96	\$ 47.96	\$ 51.96	\$ 55.96

Street Lighting & Security Lights

Street Lighting				
400 Watt Mercury Vapor Cobra Head Light CH1	\$ 15.15	\$ 15.45	\$ 15.75	\$ 16.05
200 Watt HPS 22,000 Lumens Cobra Head Light HP3	\$ 16.25	\$ 16.55	\$ 16.85	\$ 17.15
250 Watt HPS 27,500 Lumens Cobra Head Light CH2	\$ 12.82	\$ 13.12	\$ 13.42	\$ 13.72
400 Watt HPS 50,000 Lumens Cobra Head Light CH3	\$ 12.77	\$ 13.07	\$ 13.37	\$ 13.67
Residential & Commercial Standard Lighting:				
175 Watt Mercury Vapor Security Light MVL	\$ 9.15	\$ 9.30	\$ 9.45	\$ 9.60
400 Watt Mercury Vapor Flood Light DF1	\$ 17.38	\$ 17.68	\$ 17.98	\$ 18.28
1,000 Watt Mercury Vapor Flood Light DF2	\$34.26	\$35.16	\$36.06	\$36.96
100 Watt HPS 9,500 Lumens Security Light HP1	\$ 9.15	\$ 9.30	\$ 9.45	\$ 9.60
250 Watt HPS 27,500 Lumens Flood Light DF3	\$ 14.35	\$ 14.65	\$ 14.95	\$ 15.25
400 Watt HPS 50,000 Lumens Flood Light	\$ 17.00	\$ 17.30	\$ 17.60	\$ 17.90

Specialty Lighting:				
175 Watt Mercury Vapor Acorn Light ACL	\$ 16.51	\$ 16.81	\$ 17.11	\$ 17.41
100 Watt HPS 9,500 Lumens Acorn Light ACH	\$ 11.34	\$ 11.64	\$ 11.94	\$ 12.24
100 Watt HPS 9,500 Lumens Colonial Light CPH	\$ 7.61	\$ 7.76	\$ 7.91	\$ 8.06
175 Watt Mercury Vapor Colonial Light	\$ 9.01	\$ 9.16	\$ 9.31	\$ 9.46
400 Watt HPS 50,000 Lumens Interstate Light	\$ 20.32	\$ 20.92	\$ 21.52	\$ 22.12
70 Watt HPS 4000 Lumens	\$ 11.30	\$ 11.60	\$ 11.90	\$ 12.20

Poles shall be furnished by the cooperaive at the following rates:

15 ft Aluminum Pole	\$ 4.68	\$ 4.83	\$ 4.98	\$ 5.13
30 ft Wood Pole	\$ 3.84	\$ 3.99	\$ 4.24	\$ 4.49
30 ft Aluminum Pole for Cobra Head	\$ 22.62	\$ 23.22	\$ 23.82	\$ 24.42
35 ft Aluminum Pole	\$ 27.74	\$ 28.34	\$ 28.94	\$ 29.54
35 ft Aluminum Pole for Cobra Head	\$ 22.24	\$ 22.84	\$ 23.44	\$ 24.04
40 ft Aluminum Pole	\$ 31.04	\$ 31.94	\$ 32.84	\$ 33.74
40 ft Aluminum Pole for Cobra Head	\$ 54.30	\$ 55.80	\$ 57.30	\$ 58.80
Power Installed Foundation	\$ 7.74	\$ 7.89	\$ 8.14	\$ 8.39

The effect of the proposed rates on the average monthly bill by rate class along with average usage are listed below:

Rate Class	Current Year		Year 1		Year 2		Year 3				
	Average kWh Usage	Dollar Amount of Average Usage	Increase Dollar	Percent	Dollar Amount of Average Usage	Increase Dollar	Percent	Dollar Amount of Average Usage	Increase Dollar	Percent	Dollar Amount of Average Usage
Rate 10 Residential, Farm and Non-Farm Service	1,080	\$ 116.84	\$ 2.00	1.7%	\$ 118.84	\$ 2.00	1.7%	\$ 120.84	\$ 2.00	1.7%	\$ 122.84
Rate 20 Commercial, Small Power, & Three-Phase Farm Service	1,448	\$ 155.00	\$ 4.00	2.6%	\$ 159.00	\$ 4.00	2.5%	\$ 163.00	\$ 4.00	2.5%	\$ 167.00
Rate 40 Large Power More than 50 kW but less than 275 kW	40,987	\$ 3,589.55	\$ 2.50	0.1%	\$ 3,592.05	\$ 2.50	0.1%	\$ 3,594.55	\$ 2.50	0.1%	\$ 3,597.05
Rate 46 Large Power - 500 kW and Over	874,687	\$ 58,491.97	\$ 206.87	0.4%	\$ 58,698.84	\$ 206.87	0.4%	\$ 58,905.71	\$ 206.87	0.4%	\$ 59,112.58
Rate 47 Large Power Rate 500 kW to 4,999 kW	1,102,358	\$ 73,969.62	\$ 206.87	0.3%	\$ 74,176.49	\$ 206.87	0.3%	\$ 74,383.36	\$ 206.87	0.3%	\$ 74,590.23
Rate 50 Schools, Churches and Community Halls	2,122	\$ 217.68	\$ 2.00	0.9%	\$ 219.68	\$ 2.00	0.9%	\$ 221.68	\$ 2.00	0.9%	\$ 223.68
Rate 52 All Electric Schools	36,829	\$ 2,949.75	\$ 4.00	0.1%	\$ 2,953.75	\$ 4.00	0.1%	\$ 2,957.75	\$ 4.00	0.1%	\$ 2,961.75
Rate OL Outdoor Lighting	77	\$9.86	\$ 0.17	1.7%	\$ 10.03	\$ 0.17	1.7%	\$ 10.19	\$ 0.17	1.7%	\$ 10.36