



Jackson County Rural Electric Membership Corporation

P.O. Box K
Brownstown, IN 47220-0311
(812) 358-4458 Telephone
(800) 288-4458 Toll Free
(812) 358-5719 Fax

June 24, 2011

Indiana Utility Regulatory Commission
Electricity Division
101 West Washington Street
Suite 1500 East
Indianapolis, IN 46204-3407

Process through the IURC 30-Day Filing Procedure

RE: Filing for a change in a fuel adjustment factor

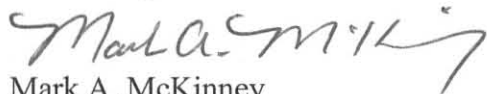
Dear Mr. Borum:

On June 10, 2011, we learned of a credit refund to Jackson County REMC from Hoosier Energy REC, Inc. due to a correction of the power cost tracker amounts for the period between January 1, 2011 and June 30, 2011. (See enclosed Hoosier Energy Summary Corrected Tracker Rates Exhibit A) As recommended through discussions with Michael Whitmore, and direction from Jackson County REMC's board of directors, I am filing a purchased power fuel cost adjustment credit to be applied over a three-month period. In addition, Jackson County REMC would like to extend an additional \$265,922.58 voluntary credit into the calculation of the fuel cost adjustment credit amount. The enclosed Worksheet "A" provides the information used to calculate the fuel cost adjustment credit amount per kWh.

On July 1, 2011, Hoosier Energy will start billing a wholesale power cost tracker of \$0.003140 per kWh to Jackson County REMC, as shown on the enclosed Hoosier Energy Summary Corrected Tracker Rates Exhibit A, which calculates to a fuel cost adjustment of \$0.003308 per kWh. Based on the recalculated power cost tracker amounts for the period between January 1, 2011 and June 30, 2011, the projected retail kWh sales for the three-month period starting August 1, 2011, and the additional voluntary credit amount from Jackson County REMC, the fuel cost adjustment credit amount will be \$(0.005544) per kWh to be applied to the months of September, October, and November of 2011. (See Worksheet "A")

Accordingly, Jackson County REMC would like to set its purchased power fuel cost adjustment to \$ (0.002236) per kWh effective starting with August 1, 2011 usage that will be billed in September 2011 for approval.

Yours truly,



Mark A. McKinney

Project Manager

mmckinney@jacksonremc.com

Enclosures: Verified Application and Affidavit for Change in Fuel Cost Adjustment
Hoosier Energy Summary Corrected Tracker Rates Exhibit A
Worksheet "A"
Appendix "FC" Fuel Cost Charge Report
Verified Statement of Customer Notifications:
- News Letter Cover Letter
- Legal Notice
- News Release

cc: Office of the Utility Consumer Counselor (OUCC)

STATE OF INDIANA

INDIANA UTILITY REGULATORY COMMISSION

VERIFIED APPLICATION AND AFFIDAVIT) CAUSE NO. _____
FOR CHANGE IN FUEL COST ADJUSTMENT)

TO THE INDIANA UTILITY REGULATORY COMMISSION:

Jackson County Rural Electric Membership Corporation (hereinafter called

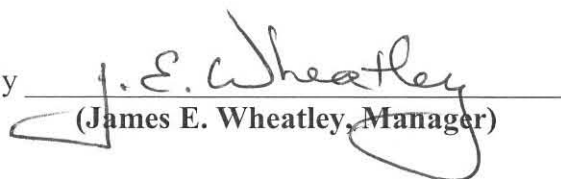
“Applicant”) respectfully represents and shows unto this Commission:

1. Applicant is distributing electric utility organized and existing under the laws of the State of Indiana, and has its principal office at **Brownstown**, Indiana. It is engaged in rendering electric utility service in the State of Indiana, and owns, operates, manages, and controls, among other things, equipment within the State of Indiana used for the transmission, delivery and furnishing of such service to the public. Applicant is subject to the jurisdiction of this Commission in the manner and to the extent provided by the Indiana Regulatory Commission Act and other laws of the State of Indiana.
2. The name and address of Applicant’s attorney in this matter is **Andrew H. Wright**, **31 Public Square, Salem**, Indiana. Said attorney is duly authorized to accept service papers in this cause on behalf of Applicant.
3. This application is filed, pursuant to provisions of the Indiana Utility Regulatory Commission Act, IC 1971, 8-1-2-42 (b) for the purpose of securing authorization for an approval of the change in the fuel cost adjustment charges of Applicant.
4. Applicant’s fuel charges for purchased electricity during the past month warrant the altered fuel cost adjustment multiplier as shown in the proposed Appendix “FC” attached hereto and made a part hereof the same as if incorporated herein.

5. Such altered fuel cost adjustment multiplier is calculated in accordance with the fuel cost adjustment clause formula previously filed with and approved by this Commission.
6. The cost data supporting the increase (or decrease) is shown on Exhibit "A" attached hereto and made a part hereof the same as incorporated herein.
7. The books and records of Applicant supporting such data and calculation are available for inspection and review by the Public Counselor and this Commission. WHEREFORE, Applicant respectfully prays that the Indiana Utility Regulatory Commission of Indiana accept this application for filing and approve the requested change.
 - i) authorizing and approving the increase (or decrease) in its existing fuel cost adjustment charges based upon the costs of fuel shown by said Appendix "FC" hereto applicable to Applicant's rate schedules which Applicant has filed with or which have been approved by the Commission:
 - ii) authorizing such increase (or decrease) to be effective on all bills rendered by Applicant for electricity subsequent to the date of the Commission's approval; and
 - iii) making such other and further orders in the premises as the Commission may deem appropriate and proper.

Dated this **24th** day of **June 2011**

By


(James E. Wheatley, Manager)

Andrew H. Wright

Attorney for:

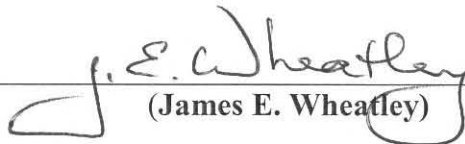
Jackson County Rural Electric Membership Corporation

STATE OF INDIANA)

) SS:

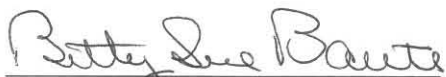
COUNTY OF JACKSON)

James E. Wheatley, being first duly sworn deposes and says that he is Manager of Jackson County Rural Electric Membership Corporation the Applicant in the above entitled cause; that as such officer of said corporation he has executed the foregoing application and has authority so to do; that he has read said application and knows the contents thereof; and that the statements therein contained are true to the best of his knowledge, information and belief.



(James E. Wheatley)

Subscribed and sworn to
Before me, this **24th** day
Of **June 2011**


(Betty Sue Baute) Notary Public

My Commission Expires: November 10, 2014

Hoosier Energy
Summary
Corrected Tracker Rates
Exhibit A

	<u>As Published in May Board Report</u>	<u>Corrected</u>	
January 1, 2011 - March 31, 2011	\$1.34	(\$0.38)	¹
April 1, 2011 - May 31, 2011	\$2.34	\$1.05	¹
June 2011	\$2.34	\$1.05	²
July 1, 2011 - September 30, 2011	\$4.18	\$3.14	²

¹ The difference between the actual and corrected tracker rates for January through May will be reflected as a credit on the Members' June bills. A summary of credits by member system is included as Exhibit B.

² Represents the corrected tracker rates to be billed for the month of June and the period July 1, 2011 - September 30, 2011, respectively.

Worksheet "A"

6/24/2011

Fuel Cost Adjustment Credit Calculation

Retail Fuel Cost Adjustment Calculations (PCA)

Billed Month/Year	Retail kWh Sold	As Billed PCA per kWh (\$)	Retail PCA Collected per As Billed(\$)	Corrected PCA per kWh (\$)	Calculated Retail PCA Collected per Correction (\$)	PCA Difference (\$)
February 2011	55,050,811	\$ 0.001412	\$ 77,731.75	\$ (0.000401)	\$ (22,075.38)	\$ (99,807.12)
March 2011	37,208,882	0.001412	52,538.94	(0.000401)	(14,920.76)	(67,459.70)
April 2011	33,423,463	0.002465	82,388.84	0.001106	36,966.35	(45,422.49)
May 2011 (<i>Unadjusted</i>)	28,100,245	0.002465	69,267.10	0.001106	31,078.87	(38,188.23)
June 2011* (<i>Projected</i>)	33,831,687	0.002465	83,395.11	0.001106	37,417.85	(45,977.26)
Total:	187,615,088		\$ 365,321.73		\$ 68,466.93	\$ (296,854.80)

Total PCA Credit Amount: \$ (296,854.80)
Additional Voluntary Credit Refund Amount: \$ (265,922.58)
Total Credit Refund Amount: \$ (562,777.38)

Projected Retail kWh Sales (*Four-Year Average*)

Year	* June 2011 kWh	Retail September kWh Sold	Retail October kWh Sold	Retail November kWh Sold	3-Month Total kWh
2007	35,036,417	41,730,074	32,976,118	35,897,223	110,603,415
2008	32,728,339	37,003,767	28,510,807	35,693,665	101,208,239
2009	30,761,181	32,538,734	29,999,341	33,453,553	95,991,628
2010	36,800,809	36,297,574	28,893,940	33,016,997	98,208,511
4-Year Average kWh:	33,831,687	36,892,537	30,095,052	34,515,360	

3-Month Estimated Total kWh: 101,502,948

Calculated Fuel Cost Adjustment Credit Amount per kWh: \$ (0.005544)
(To be applied in September, October, and November of 2011)

APPENDIX "FC"

FUEL COST CHARGE REPORT
Non-generating Electric Utilities – Purchasing From One Supplier
With Line Losses Justified

Date: June 24, 2011

Name of Utility **Jackson County Rural Electric Membership Corporation**

Consumption Month(s) **August 2011 and September 2011**

Billing Month(s) **September 2011 and October 2011**

Supplier **Hoosier Energy REC, Inc.**

(1)	Supplier's Fuel Cost Charge billed in the month of <u>07/01/2011 – 09/30/2011</u>	\$ 0.003140/kWh
(2)	Adjustment to Base Cost of Fuel per Appendix "A"	\$ 0.00/kWh
(3)	Net Fuel cost to be recovered via Appendix "FC"	\$ 0.003140/kWh
(4)	One minus decimal fraction of line losses for last calendar year	0.9491
(5)	Final Fuel Cost Charge	
	(a) Fuel Cost:	\$ 0.003308/kWh
	(b) Fuel Cost credit, (Worksheet "A")	<u>\$ (0.005544)/kWh</u>
	(c) Final Fuel Cost Charge	\$ (0.002236)/kWh

This fuel cost charge factor must be approved by the Indiana Utility Regulatory Commission prior to the consumption period to which it will be applied.

Filing Number ____ - ____ - ____

June 24, 2011

The Tribune
1215 East Tipton Street
Seymour, IN 47274

Gentlemen:

Please publish the attached legal advertisements in your newspaper. Please email me a scanned copy of the publisher's affidavit to mmckinney@jacksonremc.com as soon as possible as well as a hard copy mailed to my attention for our records.

We also encourage you to print the enclosed news release explaining the actions that have brought about the legal advertisement.

Sincerely,

Mark A. McKinney

Jackson County REMC
PO Box K
Brownstown, IN 47220
812-358-5112 x134

Enclosures:

Filing of Jackson County Rural Electric Membership Corporation For Fuel Adjustment
News Release



Jackson County Rural Electric Membership Corporation

P.O. Box K
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(812) 358-4458 Telephone
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LEGAL NOTICE

INDIANA UTILITY REGULATORY COMMISSION

FILING OF JACKSON COUNTY RURAL ELECTRIC MEMBERSHIP CORPORATION FOR FUEL ADJUSTMENT RATE DECREASE AND ADJUSTMENT

Notice is hereby given that on June 24, 2011, Jackson County Rural Electric Membership Corporation, and Indiana corporation with headquarters in Brownstown, Indiana, filed with the Indiana Utility Regulatory Commission (Commission) its Verified Application and Affidavit for Change in Fuel Cost Adjustment pursuant to provisions of the Commission Act IC-8-1-2-42 (b) for approval of a revised schedule of rates to include a fuel cost adjustment of \$ (0.005544) per metered kilowatt hour, lowering the power cost adjustment to \$(0.002236) per kWh to be effective as of August 1, 2011 and its approval by the Commission.

JACKSON COUNTY RURAL ELECTRIC
MEMBERSHIP CORPORATION
BROWNSTOWN, INDIANA
BY JOHN TRINKLE, ITS PRESIDENT

Contact information, to which an objection should be made:

Indiana Utility Regulatory Commission
101 W. Washington Street
Suite 1500 East
Indianapolis, IN 46204-3407

Office of Utility Consumer Counselor
115 W. Washington Street
Suite 1500 South
Indianapolis, IN 46204-3407



Jackson County Rural Electric Membership Corporation

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Brownstown, IN 47220-0311
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June 24, 2011

News Release:

Jackson County REMC has asked the Indiana Utility Regulatory Commission to approve a decrease in its metered rates that is based upon a credit toward the cost of purchased electricity purchased from Jackson's power supplier, Hoosier Energy, Inc.

The request of a \$ 5.54 per 1,000 kWh decrease stems from a credit adjustment in Hoosier's power cost tracker that matches its net change in costs for energy fuels, market power purchases, and other highly fluctuating expenses plus an additional voluntary credit amount from Jackson County REMC. The power cost adjustment factor (PCA) would change from \$0.003308 to \$(0.002236) per kWh.

The request would decrease a typical Jackson REMC bill of 1,000 kWh from \$113.86 to \$111.63, a decrease of 1.96%. As submitted, the decrease will become effective on August 1, 2011, and should first appear on bills mailed after September 1, 2011.



PROOF OF PUBLICATION

State of Indiana, }
Jackson County }

Jackson County Rural Electric
Membership Corporation
Brownstown, Indiana
By John Trinkle, Its president
Contact information to which an
objection should be made: Indiana
Utility Regulatory Commission,
101 W. Washington Street, Suite
1500 East, Indianapolis, IN 46204-
3407

Office of Utility Consumer
Counselor, 115 W. Washington
Street, Suite 1500 South, Indi-
anapolis, IN 46204-3407

Ju 29

daily newspaper of general circulation,
County of Jackson, State of Indiana,
advertisement, of which the annexed
in said Daily Newspapers 1time

on the following date:

29th Day of June 2011

Richard A. Davis

Subscribed and sworn to before me, this 29th day of June, 2011

Hugh Cunningham
Hugh Cunningham, Notary Public

My commission expires December 14, 2013

Legal Notice
Indiana Utility Regulatory Com-
mission
Filing of Jackson County Rural
Electric Membership Corporation
For Fuel Adjustment Rate
Decrease and Adjustment
Notice is hereby given that on
June 24, 2011, Jackson County
Rural Electric Membership Cor-
poration, and Indiana corporation
with headquarters in Brown-
stown, Indiana, filed with the Indi-
ana Utility Regulatory Commis-
sion (Commission) its Verified
Application and Affidavit for
Change in Fuel Cost Adjustment
pursuant to provisions of the Com-
mission Act IC-8-1-2-42 (b) for
approval of a revised schedule of
rates to include a fuel cost adjust-
ment of \$(0.005544) per metered
kilowatt hour, lowering the power
cost adjustment to \$(0.002236) per
kWh to be effective as of August
1, 2011 and its approval by the
Commission.

Printer's Fee \$22.63