



**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

RECEIVED

MAY 11 2009

INDIANA UTILITY  
REGULATORY COMMISSION

May 11, 2009

Secretary of the Commission  
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 the fuel adjustment factor**

Dear Mr. Borum:

On July 1, 2009, Hoosier Energy will start billing a wholesale power cost tracker of \$ 0.012190 per kWh to Jackson County REMC, as shown on the enclosed Hoosier Energy REC, Inc. Power Cost Tracker.

Accordingly, Jackson County REMC would like to set its purchased power fuel cost adjustment to \$0.012880 per kWh effective July 1, 2009.

Yours truly,

A handwritten signature in cursive script that reads "Mark A. McKinney".

Mark A. McKinney  
Project Manager

Enclosures: Verified Application and Affidavit for Change in Fuel Cost Adjustment  
Hoosier Energy REC, Inc. Power Cost Tracker (Exhibit "A")  
Appendix "FC" Fuel Cost Charge Report

cc: Office of the Utility Consumer Counselor (OUCC)



RECEIVED

MAY 11 2009

INDIANA UTILITY  
REGULATORY COMMISSION

IURC 30-Day Filing No. 2552

APPENDIX "FC"

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

Date May 11, 2009

Name of Utility **Jackson County REMC**

Consumption Month(s) **July 2009**

Billing Month(s) **August 2009**

Supplier **Hoosier Energy REC, Inc.**

(1)	Supplier's Fuel Cost Charge billed in the month of <u>07/01/2009 to 07/30/2009</u>	\$0.012190/kWh
(2)	Adjustment to Base Cost of Fuel per Appendix "A"	--
(3)	Net Fuel cost to be recovered via Appendix "FC"	\$0.012190/kWh
(4)	One minus decimal fraction of line losses for last calendar year	0.9464
(5)	Final Fuel Cost Charge	\$0.012880/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 \_\_\_\_\_ - \_\_\_\_\_ - \_\_\_\_\_

To be effective July 1, 2009  
Filed with IURC May 11, 2009

RECEIVED

MAY 11 2009

INDIANA UTILITY  
REGULATORY COMMISSION

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.

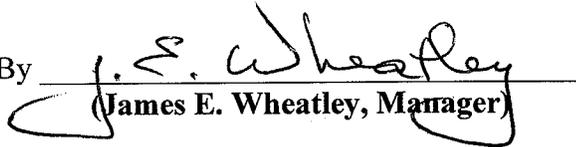
MAY 11 2009

INDIANA UTILITY  
REGULATORY COMMISSION

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 11th day of May 2009.

By



(James E. Wheatley, Manager)

RECEIVED

MAY 11 2009

IURC 30-Day Filing No. 2552

INDIANA UTILITY  
REGULATORY COMMISSION

Andrew H. Wright

Attorney for:

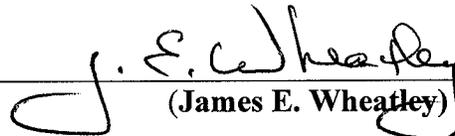
Jackson County Rural Electric Membership Corporation

STATE OF INDIANA )

) SS:

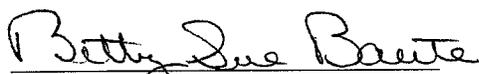
COUNTY OF JACKSON )

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 11th day  
of May 2009

  
(Betty Sue Baute) Notary Public

My Commission Expires: November 10, 2014

RECEIVED

MAY 11 2009

IURC 30-Day Filing No. 2552

INDIANA UTILITY  
REGULATORY COMMISSION

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.

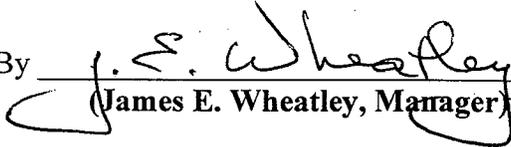
MAY 11 2009

INDIANA UTILITY  
REGULATORY COMMISSION

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 11th day of May 2009.

By

  
(James E. Wheatley, Manager)

RECEIVED

IURC 30-Day Filing No. 2552

MAY 11 2009

Andrew H. Wright

INDIANA UTILITY  
REGULATORY COMMISSION

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

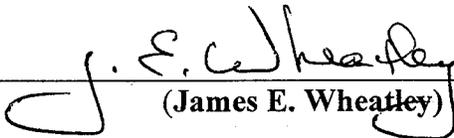
Jackson County Rural Electric Membership Corporation the Applicant in the above

entitled cause; that as such officer of said corporation he has executed the foregoing application

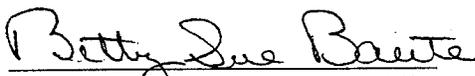
and has authority so to do; that he has read said application and knows the contents thereof; and

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 11<sup>th</sup> day  
of May 2009

  
(Betty Sue Baute) Notary Public

My Commission Expires: November 10, 2014

RECEIVED

IURC 30-Day Filing No. 2552

MAY 11 2009

INDIANA UTILITY  
REGULATORY COMMISSION

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.

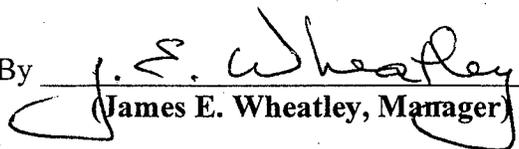
MAY 11 2009

INDIANA UTILITY  
REGULATORY COMMISSION

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 11th day of May 2009.

By

  
(James E. Wheatley, Manager)

MAY 11 2009

INDIANA UTILITY  
REGULATORY COMMISSION

Andrew H. Wright

Attorney for:

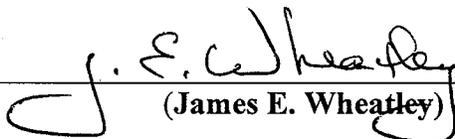
Jackson County Rural Electric Membership Corporation

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 11<sup>th</sup> day  
of May 2009

  
(Betty Sue Baute) Notary Public

My Commission Expires: November 10, 2014

RECEIVED

MAY 11 2009

INDIANA UTILITY  
REGULATORY COMMISSION

Hoosier Energy REC, Inc.  
Power Cost Tracker  
Effective July 1, 2009 - September 30, 2009  
(\$ in thousands)

	Environmental Compliance Costs	MISO Transmission Costs	Variable Production Costs	Total Projected Costs	Energy Sales (MWh)	Projected Costs per MWh
July - December 2009	\$ 2,179	\$ 6,309	\$ 117,580	\$ 126,068	3,533,003	\$ 35.68
January - June 2010	\$ 1,496	\$ 6,437	\$ 129,053	\$ 136,985	3,448,171	\$ 39.73
<b>Total</b>	<b>\$ 3,675</b>	<b>\$ 12,746</b>	<b>\$ 246,632</b>	<b>\$ 283,063</b>	<b>6,981,174</b>	
Projected Cost per MWh	\$ 0.53	\$ 1.83	\$ 35.33	\$ 37.68		
Base Cost per MWh	\$ 0.18	\$ 1.60	\$ 26.44	\$ 28.22		
Power Cost Tracker before reconciliation adjustment per MWh	\$ 0.35	\$ 0.23	\$ 8.89	\$ 9.46		
Reconciliation Adjustment per MWh				\$ 0.73		
Power Cost Tracker before defeased lease transaction				\$ 10.19		
Dedicated to defeased lease transaction*				\$ 2.00		
Power Cost Tracker per MWh to be billed July 1, 2009 - September 30, 2009				\$ 12.19		

*Environmental Compliance Costs* include fixed operations, maintenance and capital costs for environmental assets placed in service and under construction (interest only for CWIP) less demand revenue received from non-members directly related to such costs.

*MISO Transmission Costs* include transmission service, regional market expenses, scheduling, system control and dispatching services; reliability planning and standards development services which are provided primarily by or through the MISO.

*Variable Production Costs* include purchase power, fuel, net costs of emission credits, and variable operations and maintenance costs at Hoosier Energy's generating facilities less energy revenue received from non-member sales.

*Reconciliation Adjustment* represents the under or (over) collected balance outstanding which will be recovered from or (returned to) members during the next 12-month period.

\*Approved by the Board of Directors November 10, 2008.



IURC 30-Day Filing No. 2552

May 11, 2009

The Tribune  
1215 East Tipton Street  
Seymour, IN 47274

Gentlemen:

Please publish the enclosed legal advertisement in your newspaper and return a publisher's affidavit to my attention as soon as possible.

Sincerely,

Mark A. McKinney  
Project Manager  
274 East Base Road  
Brownstown, IN 47220  
812-358-4458 x134

Enclosures



IURC 30-Day Filing No. 2552

May 11, 2009

Watt High Light News Letter:

Jackson County REMC has asked the Indiana Utility Regulatory Commission to approve an increases in its metered rates that are based solely upon cost of purchased electricity that are being charged by Jackson's power supplier, Hoosier Energy, Inc., headquartered in Bloomington, Indiana.

The request of a \$2.96 per 1,000 kWh increase stems from a pending July 1, 2009 quarterly increase in Hoosier's power cost tracker to cover the net increase in costs for energy fuels, market power purchases, and other highly fluctuating expenses.

The overall impact of the increase will raise a typical Jackson REMC bill of 1,000 kWh from \$103.12 to \$106.08, an increase of 2.87 percent.

As submitted, the new rates will become effective on July 1, 2009, and should first appear on bills mailed on August 31, due and payable by September 17. The REMC directors and management of the cooperative emphasize that only the rising costs of wholesale electricity are included in the rate adjustment. The REMC will not retain any of the revenue generated by the higher rates.



IURC 30-Day Filing No. 2552

LEGAL NOTICE

INDIANA UTILITY REGULATORY COMMISSION

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

Notice is hereby given that on May 11, 2009, 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 \$0.012880 per metered kilowatt hour to be effective as of July 1, 2009 and its approval by the Commission, an increase of \$0.002958 per metered kilowatt hour.

JACKSON COUNTY RURAL ELECTRIC  
MEMBERSHIP CORPORATION  
BROWNSTOWN, INDIANA

BY JOHN TRINKLE, ITS PRESIDENT