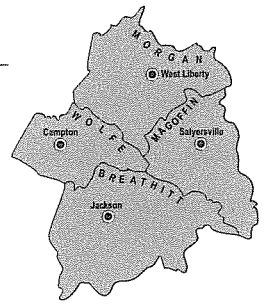


LICKING VALLEY
RURAL ELECTRIC COOPERATIVE CORPORATION
P. O. Box 605 • 271 Main Street
West Liberty, KY 41472-0605
(606) 743-3179



KERRY K. HOWARD
General Manager/CEO

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PUBLIC SERVICE
COMMISSION

September 27, 2012

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

RE: Case No. 2012-00372
Alleged Failure to Comply With 807 KAR 5:006

Dear Mr. Derouen:

In response to the Public Service Commission's Order in the above referenced Case dated September 10, 2012, Licking Valley Rural Electric Cooperative Corporation would like to request an informal conference scheduled at your convenience.

Please find enclosed Licking Valley RECC's reply to allegations as stated in the Order.

Sincerely,

Kerry K. Howard
General Manager/CEO

KKH:slv

Enclosure

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COMMISSION

PSC Case No. 2012-00372
Alleged Failure to Comply With 807 KAR 5:006
Response to Allegations

Pole Number 21 035 022

Licking Valley Rural Electric Cooperative Corporation does agree we failed to complete the Two-Year Inspection on Pole Number 21 035 022. Licking Valley RECC had been to this location on November 11, 2010 to disconnect an account (number 21 035 027 04), at which time no deficiencies were noted. Also, on September 19, 2011 Licking Valley RECC done a field meter reading on the adjoining service location sharing the same KVA pole and again, no deficiencies were noted.

In reference to complying with 807 KAR 5:006, Section 25, Licking Valley RECC will after the first of the year change the manner in which we do line inspection and will be within the two-year time frame. Since the beginning of 2012, Licking Valley RECC has completed inspections of the circuits for four substations of the ten substations totaling sixteen circuits of the thirty-seven circuits as of September 15, 2012.