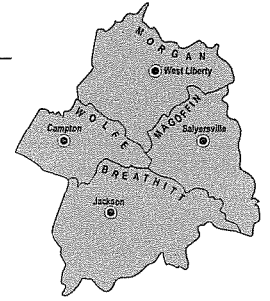


LICKING VALLEY
RURAL ELECTRIC COOPERATIVE CORPORATION
P. O. Box 605 • 271 Main Street
West Liberty, KY 41472-0605
(606) 743-3179



February 13, 2013

RECEIVED

FEB 18 2013

**PUBLIC SERVICE
COMMISSION**

Mr. Jeff Derouen
Executive Director
Public Service Commission
211 Sower Boulevard
Frankfort KY 40602

RE: Public Service Commission Case No. 2012-00486

Mr. Derouen:

Please find enclosed the original and five copies of Licking Valley Rural Electric Cooperative Corporation's responses as requested in Case No. 2012-00486, Commission Staff's Amended Second Request for Information to East Kentucky Power Cooperative's Sixteen Member Distribution Cooperatives dated January 24, 2013.

Should you have any questions and/or need any additional information, please let me know at 606-743-3179 or email at kkhoward@lvrecc.com.

Sincerely,

Kerry K. Howard
General Manager/CEO

Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE)	
COMMISSION OF THE ENVIRONMENTAL)	
SURCHARGE MECHANISM OF EAST KENTUCKY)	
POWER COOPERATIVE, INC. FOR THE)	CASE NO.
TWO-YEAR BILLING PERIOD ENDING)	2012-00486
JUNE 30, 2011 FOR THE SIX-MONTH BILLING)	
PERIODS ENDING DECEMBER 31, 2011 AND)	
JUNE 30, 2012, AND THE PASS-THROUGH)	
MECHANISM FOR ITS SIXTEEN MEMBER)	
DISTRIBUTION COOPERATIVES)	

LICKING VALLEY RURAL ELECTRIC COOPERATIVE CORPORATION RESPONSES TO
COMMISSION STAFF'S AMENDED SECOND REQUEST FOR INFORMATION
TO EAST KENTUCKY POWER COOPERATIVE, INC'S
SIXTEEN MEMBER DISTRIBUTION COOPERATIVES

1. Each member cooperative should refer to EKPC's responses to Commission Staff's first Request for Information, Item 2, and respond to the following:
 - a. Have you experienced any problems in administering the refund of any over-recovery or collection of any under-recover of environmental surcharge cost?

Response: No.

- b. Do you recommend any changes from the current method of refunding/collection any over- or under-recovery of environmental surcharge costs over a six-month time period? If so, what is the time period you believe is appropriate?

Response: No. Licking Valley Rural Electric Cooperative Corporation prefers to continue the current six-month time period.

- c. Describe the benefits, if any, of allowing the refund/collection of any over- or under-recovery of environmental surcharge costs to be spread over a time period different from the current six-month recovery period.

Response: None.

- d. Describe the negative effects, if any, of allowing the refund/collection of over-or under-recover of environmental surcharge costs to be spread over a time period different from the current six-month period.

Response: None.

- 2. Provide the member cooperative's actual average residential customer's monthly kWh usage. Based on this usage amount, provided the dollar impact any over- or under-recovery will have on the average residential customer's bill for a recovery period of six months and a recovery period of 12 months.

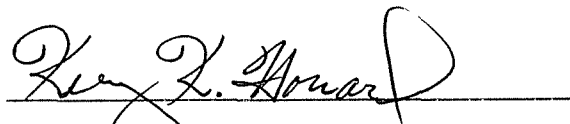
Response: Licking Valley RECC's actual average residential customer's kWh usage on a rolling twelve-month average is 960 kWh/month.

Based on this usage amount, the dollar impact is \$.84 (increase in average bill six months vs. twelve months). We conclude this is not enough to change to a 12-month amortization.

CERTIFICATE

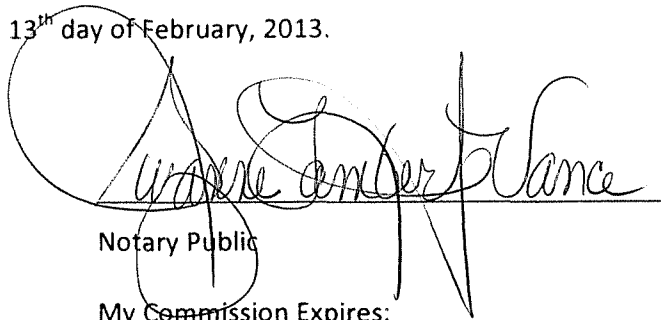
**STATE OF KENTUCKY)
COUNTY OF MORGAN)**

Kerry K. Howard, General Manager/CEO, being duly sworn, states that he has supervised the preparation of the responses of Licking Valley Rural Electric Cooperative Corporation to the Public Service Commission Staff's Amended Second Request for Information in the above-referenced Case No. 2012-00486 dated January 24, 2013, and that the matters and things set forth therein are true and accurate to the best of his knowledge, information and belief, formed after reasonable inquiry.



Kerry K. Howard
General Manager/CEO

Subscribed and sworn before me on this 13th day of February, 2013.



Notary Public

My Commission Expires:

05/29/2016

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