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September 24, 2014

Mr. Jeff Derouen
Kentucky Public Service Commission
211 Sower Boulevard
Frankfort, Kentucky 40601

Re: Case No. 2014-00051

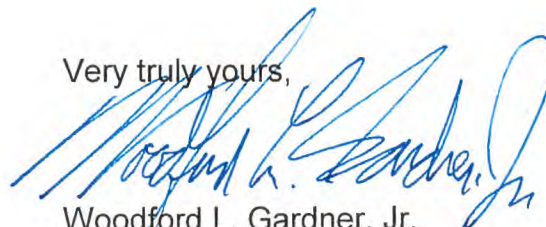
Enclosed for filing is the original and seven (7) copies of the response to Information Requested at the September 4, 2014 Informal Conference, regarding the Examination of the Environmental Surcharge Mechanism of East Kentucky Power Cooperative, Inc. and the Pass Through Mechanism for its Sixteen Member Distribution Cooperative.

The applicant, Farmers Rural Electric Cooperative Corporation ("Farmers"), makes the following response as follows:

1. The witness who is prepared to answer questions concerning the request is William T. Prather.
2. William T. Prather, President & CEO of Farmers, is the person supervising the preparation of the responses on behalf of the applicant.
3. The responses and exhibits are attached hereto and incorporated by referenced herein.

Thank you for your assistance.

Very truly yours,



Woodford L. Gardner, Jr.
Attorney for Applicant

Attachment

FARMERS RURAL ELECTRIC COOPERATIVE CORPORATION
PSC CASE NO. 2014-00051
RESPONSE TO INFORMATION REQUESTED AT SEPTEMBER 4, 2014 INFORMAL CONFERENCE

Request 1.

Provide a calculation of the over/under recovery for this review period with the exclusion of the amortization of any previous over/under recoveries that were in effect during the review period.

Response 1.

See Attached Exhibit A.

Per this calculation, the cumulative six-month under recovery totals \$20,247.

Witness: William T. Prather

Farmers RECC - Calculation of (Over)/Under

Mo/Yr	EKPC Invoice Month recorded Member's Books	Amortization of Previous (Over)/Under Recoveries		Net EKPC Invoice and Amortization of Previous (Over)/Under Recoveries	Billed to Retail Consumer & recorded on Member's Books	Monthly (Over) or Under	Cumulative (Over) or Under
		CN 2012-00486	CN 2013-00140				
		(1)	(2)				
Jul-13	\$ 466,162			\$ 466,162	\$ 491,870	\$ (25,708)	\$ (25,708)
Aug-13	\$ 432,240			\$ 432,240	\$ 487,937	\$ (55,697)	\$ (81,405)
Sep-13	\$ 369,778	\$ 145,226		\$ 515,004	\$ 557,291	\$ (42,287)	\$ (123,692)
Oct-13	\$ 329,614	\$ 145,226	\$ 14,745	\$ 489,585	\$ 490,337	\$ (752)	\$ (124,443)
Nov-13	\$ 441,498	\$ 145,226	\$ 14,745	\$ 601,469	\$ 504,930	\$ 96,539	\$ (27,904)
Dec-13	\$ 541,894	\$ 145,226	\$ 14,745	\$ 701,865	\$ 653,714	\$ 48,151	\$ 20,247
Jan-14	\$ 570,498	\$ 145,226	\$ 14,745	\$ 730,469	\$ 789,556	\$ (59,087)	\$ (38,841)
Feb-14	\$ 355,351	\$ 145,226	\$ 14,745	\$ 515,322	\$ 780,558	\$ (265,236)	\$ (304,076)

Cumulative 6-months (Over)/Under Recovery	\$ 20,247
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Monthly Recovery (per month for twelve months)	\$ 1,687
If 6 Months	\$ 3,374

Response to Staff's First Request, Request 2a:	
Cumulative 6-months (Over)/Under Recovery	(\$604,892)
Monthly Recovery (per month for twelve months)	(\$50,408)