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JAMES WILLIAM BARNETT
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HENRY VINCENT PENNINGTON III

OF COUNSEL
JAMES G SHEEHAN JR
ELIZABETH G NICKELS

May 8, 2008

VIA HAND-DELIVERY

Ms. Stephanie L. Stumbo
Executive Director
Public Service Commission
Post Office Box 615
211 Sower Boulevard
Frankfort, KY 40602

RECEIVED

MAY 09 2008

PUBLIC SERVICE
COMMISSION

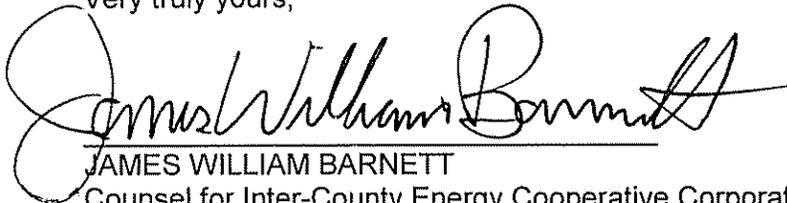
Re: Qualified Cogeneration and Small Power Production
Facilities Purchase Tariff of Inter-County Energy Cooperative Corporation

Dear Ms. Stumbo:

Please find enclosed for filing with the Public Service Commission an original and ten copies of the updated Qualified Cogeneration and Small Power Production Facilities Purchase Tariff of Inter-County Energy Cooperative Corporation. This updated retail tariff incorporates the proposed updates to the wholesale Qualified Cogeneration and Small Power Production Facilities Purchase Tariff of East Kentucky Power Cooperative, Inc., in PSC Case No. 2008-00128. Inter-County Energy Cooperative Corporation hereby provides twenty (20) days notice to the Commission, pursuant to 807 KAR 5:011 Section 6 (3) (b), that it proposes to make this revised tariff effective on June 1, 2008.

Inter-County Energy Cooperative Corporation hereby requests a deviation, pursuant to 807 KAR 5:011 Section 14, from the notice requirements of 807 KAR 5:011 Section 8, on the grounds that Inter-County Energy Cooperative Corporation has no customers currently utilizing the tariff which is the subject of this filing, and that any publication of notice would involve considerable expense, and could require a delay of this filing.

Very truly yours,



JAMES WILLIAM BARNETT
Counsel for Inter-County Energy Cooperative Corporation

JWB/nd
Encl.

cc: Mr. James L. Jacobus, President/CEO,
Inter County Energy Cooperative Corporation

CERTIFICATE OF SERVICE LIST FOR CASE NO. 2008-00128

Allen Anderson
CEO
South Kentucky RECC
P. O. Box 910
Somerset, KY 42502-0910

Daniel W. Brewer
President/CEO
Blue Grass Energy Cooperative
P. O. Box 990
Nicholasville, KY 40340-0990

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Finance & Accounting Manager
Jackson Energy Cooperative
115 Jackson Energy Lane
McKee, KY 40447

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Clark Energy Cooperative, Inc.
P. O. Box 748
Winchester, KY 40392-0748

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Grayson RECC
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Grayson, KY 41143

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Gray, KY 40734

Larry Hicks
President/CEO
Salt River Electric Cooperative
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Bardstown, KY 40004

Robert Hood
President/CEO
Owen Electric Cooperative, Inc.
P. O. Box 400
Owenton, KY 40359

Kerry K. Howard
General Manager/CEO
Licking Valley RECC
P. O. Box 605
West Liberty, KY 41472

James L. Jacobus
President/CEO
Inter-County Energy Cooperative
P. O. Box 87
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Honorable Charles A. Lile
Senior Corporate Counsel
East Kentucky Power Cooperative
P. O. Box 707
Winchester, KY 40392-0707

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620 Old Finchville Road
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Manager
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Farmers RECC
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Paintsville, KY 41240-1422

Michael L. Kurtz, Esq.
Boehm, Kurtz & Lowry
Counsel for Gallatin Steel Company
36 East Seventh Street
Suite 1510
Cincinnati, OH 45202

FOR ENTIRE TERRITORY SERVED

Community, Town or City

P.S.C. KY. NO. 7

ORIGINAL SHEET NO. 88

CANCELLING P.S.C. KY. NO. 1

ORIGINAL SHEET NO. 1

INTER-COUNTY ENERGY

(Name of Utility)

CLASSIFICATION OF SERVICE

**COGENERATION AND SMALL POWER PRODUCTION
POWER PURCHASE RATE SCHEDULE OVER 100 kW**

AVAILABILITY

Available only to qualified cogeneration or small power production facilities with a design capacity of over 100 kW which have executed a contract with Inter-County Energy Cooperative Corporation and East Kentucky Power Cooperative, Inc. ("EKPC") for the purchase of electric power by EKPC.

RATES

The rates set forth below shall be used as the basis for negotiating a final purchase rate with qualifying facilities pursuant to Section 7 of 807 KAR 5:054. (T)

1. Capacity

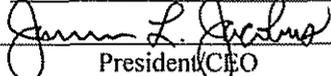
a. \$40.40 per kW per year is applicable if cogenerator or small power producer is dispatched by EKPC. (I)

b. \$0.00614 per kWh is applicable if cogenerator or small power producer is not dispatched by EKPC. (I)

2. Energy – A base payment per kWh is listed below for a time-differentiated basis or a non-time differentiated basis for the specified years.

DATE OF ISSUE: May 12, 2008

DATE EFFECTIVE: June 1, 2008

ISSUED BY 
President/CEO

ISSUED BY AUTHORITY OF AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00128 DATED APRIL 28, 2008

FOR ENTIRE TERRITORY SERVED
Community, Town or City

P.S.C. KY. NO. 7

ORIGINAL SHEET NO. 89

CANCELLING P.S.C. KY. NO. 1

ORIGINAL SHEET NO. 2

INTER-COUNTY ENERGY

(Name of Utility)

CLASSIFICATION OF SERVICE

a. Time Differentiated Rates:

Year	Winter		Summer		
	On-Peak	Off-Peak	On-Peak	Off-Peak	
2008	\$0.06032	\$0.04293	\$0.06637	\$0.03199	(I)
2009	\$0.05722	\$0.03881	\$0.05447	\$0.02094	(I)
2010	\$0.05647	\$0.03461	\$0.05069	\$0.02203	(I)
2011	\$0.06015	\$0.03899	\$0.06448	\$0.03069	(I)
2012	\$0.05875	\$0.03817	\$0.05737	\$0.02486	(I)

b. Non-Time Differentiated Rates:

Year	2008	2009	2010	2011	2012	
Rate	\$0.05120	\$0.04428	\$0.04219	\$0.04933	\$0.04596	(I)

The on-peak and off-peak energy rates are applicable during the hours listed below for each season:

Winter (October - April)

On-Peak 7:00 a.m. - 12:00 noon
5:00 p.m. - 10:00 p.m.

Off-Peak 12:00 noon - 5:00 p.m.
10:00 p.m. - 7:00 a.m.

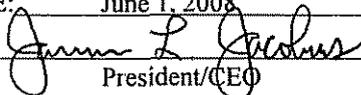
Summer (May - September)

On-Peak 10:00 a.m. - 10:00 p.m.

Off-Peak 10:00 p.m. - 10:00 a.m.

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FOR ENTIRE TERRITORY SERVED
Community, Town or City

P.S.C. KY. NO. _____ 7 _____

ORIGINAL SHEET NO. _____ 90 _____

CANCELLING P.S.C. KY. NO. _____ 1 _____

ORIGINAL SHEET NO. _____ 3 _____

INTER-COUNTY ENERGY

(Name of Utility)

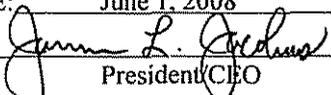
CLASSIFICATION OF SERVICE

TERMS AND CONDITIONS

1. All power from a Qualifying Facility (QF) will be sold only to EKPC.
2. Seller must provide good quality electric power within a reasonable range of voltage, frequency, flicker, harmonic currents and power factor.
3. Qualifying Facility (QF) shall provide reasonable protection for EKPC and Inter-County Energy Cooperative Corporation.
4. Qualifying Facility (QF) shall design, construct, install, own, operate and maintain the Qualifying Facility in accordance with all applicable codes, laws, regulations and generally accepted utility practices.
5. Qualifying Facility shall reimburse EKPC and Inter-County Energy Cooperative Corporation for all costs incurred as a result of interconnecting with the QF, including operation, maintenance, administration and billing.
6. Qualifying Facility shall obtain insurance in the following minimum amounts for each occurrence:
 - a. Public Liability for Bodily Injury - \$1,000,000.00
 - b. Property Damage - \$500,000.00
7. Initial contract term shall be for a minimum of five years. (N)
8. Qualifying Facilities proposing to supply as available (non-firm) electric power shall not be entitled to a capacity payment.
9. Qualifying cogeneration and small power production facilities must meet the definition set forth in 807 KAR 5:054 to be eligible for this tariff. (N)
10. Updated rates will be filed with the Public Service Commission of Kentucky by March 31 of each year. (N)

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FOR ENTIRE TERRITORY SERVED
Community, Town or City

P.S.C. KY. NO. _____ 7 _____

ORIGINAL SHEET NO. _____ 91 _____

CANCELLING P.S.C. KY. NO. _____ 1 _____

ORIGINAL SHEET NO. _____ 1 _____

INTER-COUNTY ENERGY

(Name of Utility)

CLASSIFICATION OF SERVICE

**COGENERATION AND SMALL POWER PRODUCTION
POWER PURCHASE RATE SCHEDULE LESS THAN 100 kW**

AVAILABILITY

Available only to qualified cogeneration or small power production facilities with a design capacity of less than 100 kW which have executed a contract with Inter-County Energy Cooperative Corporation and East Kentucky Power Cooperative, Inc. ("EKPC") for the purchase of electric power by EKPC.

RATES

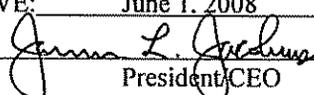
1. Capacity

- a. \$40.40 per kW per year is applicable if cogenerator or small power producer is dispatched by EKPC. (1)
- b. \$0.00614 per kWh is applicable if cogenerator or small power producer is not dispatched by EKPC. (1)

2. Energy – A base payment per kWh is listed below for a time-differentiated basis or a non-time differentiated basis for the specified years.

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SERVICE COMMISSION IN CASE NO. 2008-00128 DATED APRIL 28, 2008

FOR ENTIRE TERRITORY SERVED

Community, Town or City

P.S.C. KY. NO. 7

ORIGINAL SHEET NO. 92

CANCELLING P.S.C. KY. NO. 1

ORIGINAL SHEET NO. 2

INTER-COUNTY ENERGY

(Name of Utility)

CLASSIFICATION OF SERVICE

a. Time Differentiated Rates:

Year	Winter		Summer	
	On-Peak	Off-Peak	On-Peak	Off-Peak
2008	\$0.06032	\$0.04293	\$0.06637	\$0.03199
2009	\$0.05722	\$0.03881	\$0.05447	\$0.02094
2010	\$0.05647	\$0.03461	\$0.05069	\$0.02203
2011	\$0.06015	\$0.03899	\$0.06448	\$0.03069
2012	\$0.05875	\$0.03817	\$0.05737	\$0.02486

(I)
(I)
(I)
(I)
(I)

b. Non-Time Differentiated Rates:

Year	2008	2009	2010	2011	2012
Rate	\$0.05120	\$0.04428	\$0.04219	\$0.04933	\$0.04596

(I)

The on-peak and off-peak energy rates are applicable during the hours listed below for each season:

Winter (October - April)

On-Peak 7:00 a.m. - 12:00 noon
5:00 p.m. - 10:00 p.m.

Off-Peak 12:00 noon - 5:00 p.m.
10:00 p.m. - 7:00 a.m.

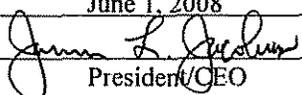
Summer (May - September)

On-Peak 10:00 a.m. - 10:00 p.m.

Off-Peak 10:00 p.m. - 10:00 a.m.

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FOR ENTIRE TERRITORY SERVED

Community, Town or City

P.S.C. KY. NO. 7

ORIGINAL SHEET NO. 93

CANCELLING P.S.C. KY. NO. 1

ORIGINAL SHEET NO. 3

INTER-COUNTY ENERGY

(Name of Utility)

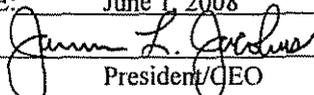
CLASSIFICATION OF SERVICE

TERMS AND CONDITIONS

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4. Qualifying Facility (QF) shall design, construct, install, own, operate and maintain the Qualifying Facility in accordance with all applicable codes, laws, regulations, and generally accepted utility practices.
5. Qualifying Facility shall reimburse EKPC and Inter-County Energy Cooperative Corporation for all costs incurred as a result of interconnecting with the QF, including operation, maintenance, administration and billing.
6. Qualifying Facility shall obtain insurance in the following minimum amounts for each occurrence:
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7. Initial contract term shall be for a minimum of five years. (N)
8. Qualifying Facilities proposing to supply as available (non-firm) electric power shall not be entitled to a capacity payment.
9. Qualifying cogeneration and small power production facilities must meet the definition set forth in 807 KAR 5:054 to be eligible for this tariff. (N)
10. Updated rates will be filed with the Public Service Commission of Kentucky by March 31 of each year. (N)

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