

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

TARIFF FILING OF SALT RIVER ELECTRIC)	
COOPERATIVE CORPORATION TO DISCONTINUE)	CASE NO.
ITS RESIDENTIAL MARKETING RATE)	2018-00251

COMMISSION STAFF'S SECOND REQUEST FOR INFORMATION
TO SALT RIVER ELECTRIC COOPERATIVE CORPORATION

Salt River Electric Cooperative Corporation (Salt River Electric), pursuant to 807 KAR 5:001, is to file with the Commission an original and five copies in paper medium of the following information, with a copy to all parties of record. The information requested herein is due on or before October 3, 2018, pursuant to the Commission's July 30, 2018 Order herein. Responses to requests for information in paper medium shall be appropriately bound, tabbed, and indexed. Each response shall include the name of the individual responsible for responding to questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or the person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Salt River Electric shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which Salt River

Electric fails or refuses to furnish all or part of the requested information, it shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention shall be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When filing a paper containing personal information, Salt River Electric shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that personal information cannot be read.

1. Refer to Salt River Electric's response to Commission Staff's First Request for Information (Staff's First Request), Item 2.

a. State whether Salt River Electric has informed customers affected by the proposed discontinuance of the Residential Marketing Rate of the existence of the Farm and Home (Time of Day) Schedule A-5-TOD.

b. Explain how Salt River Electric notifies the utility's customers of alternative rate structures such as at the Time of Day Rate.

2. Refer to Salt River Electric's response to Staff's First Request, Item 4. Provide the amount spent on repairs for ETS heaters by year from 2013 to the amount spent to date for 2018.

3. Refer to Salt River Electric's response to Staff's First Request, Item 7. Currently, if an ETS heater requires service, explain whether Salt River Electric services the unit or whether it is the customer's responsibility for having the unit serviced by a third party.

4. Refer to Salt River Electric's response Item 8a.
 - a. Provide support for the contention that the fixed costs are not being adequately recovered from the residential marketing rate.
 - b. Explain why Salt River Electric does not change the residential marketing rate.
5. Refer to Salt River Electric's response to Staff's First Request, Item 10a. In response to Item 4, the average annual cost of repairs is approximately \$5,000, yet in response to Item 10a, Salt River Electric estimates \$100,000 in rebates. Provide a cost-benefit analysis supporting the proposal to shift to rebates in light of the annual cost of continuing the ETS program.
6. Refer to Salt River Electric's response to Staff's First Request, Item 10(e)(1). Explain why customers who have a second service to an ETS unit only would be moved to the Schedule A-5T Farm and Home Service-Taxable Rate, rather than the Schedule A-5 Farm and Home Service Rate.



Gwen R. Pinson
Executive Director
Public Service Commission
P.O. Box 615
Frankfort, KY 40602

DATED SEP 19 2018

cc: Parties of Record

*Salt River Electric Cooperative Corp.
111 West Brashear Avenue
P. O. Box 609
Bardstown, KY 40004

*Nicky Rapier
Director of Business Development
Salt River Electric Cooperative Corp.
111 West Brashear Avenue
P. O. Box 609
Bardstown, KY 40004