

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF GRAYSON RURAL ELECTRIC)	CASE NO.
COOPERATIVE CORPORATION FOR AN)	2018-00272
ADJUSTMENT OF RATES)	

COMMISSION STAFF'S SUPPLEMENTAL POST-HEARING REQUEST FOR
INFORMATION TO GRAYSON RURAL ELECTRIC COOPERATIVE CORPORATION

Grayson Rural Electric Cooperative Corporation (Grayson RECC), pursuant to 807 KAR 5:001, is to file with the Commission the original and ten 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 March 18, 2019. Responses to requests for information in paper medium shall be appropriately bound, tabbed, and indexed. Electronic documents shall be in portable document format (PDF), shall be searchable and shall be appropriately bookmarked.

Each response shall include the name of the witness responsible for responding to the 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.

Grayson RECC 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 Grayson RECC 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, Grayson RECC 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 Grayson RECC's response to Commission Staff's Post-Hearing Request for Information, Item 6.

a. In the response, Grayson RECC states that the health care cost per month for a single plan is \$623 (or \$7,476 on an annual basis). In response to Commission Staff's First Request for Information, Item 55, a single person Health Care cost paid by Grayson RECC is \$9,051 on an annual basis, a difference of \$1,575. Confirm that Grayson RECC contributes \$1,575 annually to an employee's HSA account. If not, provide the amount contributed to the HSA for Employees with Single Health Insurance.

b. In the response, Grayson RECC states that the health care cost per month for a family plan cost per month is \$1,212 (or \$14,544 on an annual basis). In response to Commission Staff's First Request for Information, Item 55, a Family Plan Health Care cost paid by Grayson RECC is \$17,403 on an annual basis, a difference of

\$2,859. Confirm that Grayson RECC contributes \$2,859 annually to an employee's HSA account. If not, provide the amount contributed to the HSA for Employees with Family Health Insurance.

c. The response provides IRS Publication 969 as a justification for providing certain employees with a health insurance plan that does not include an HSA. It states in the publication that a person is eligible to contribute to or have an HSA if "you are not enrolled in Medicare." State whether all employees with health insurance that does not include an HSA are enrolled in Medicare. If not, confirm that they have family members enrolled in Medicare and explain why this prevents the employee from having a health plan with an HSA.

2. Refer to Grayson RECC's response to Commission Staff's Post-Hearing Request for Information, Item 8. Provide the cost of health insurance provided to W. Jeffery Scott during the test year and confirm that it has been excluded from ratemaking in the test year.

3. Refer to Grayson RECC's response to Commission Staff's Post-Hearing Request for Information, Item 18. For each general plant item, provide a rational, study, analysis, or justification of the depreciation rate and why that rate should be used rather than the rates approved by the Commission in Case No. 2012-00426.



Gwen R. Pinson
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Public Service Commission
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DATED MAR 13 2019

cc: Parties of Record

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