

December 7, 2006

Ms. Elizabeth O'Donnell Executive Director Public Service Commission 211 Sower Boulevard Frankfort, KY 40602

Re: PSC Case No. 2006-00472

Dear Ms. O'Donnell:

RECEIVED

DEC 8 2006

PUBLIC SERVICE COMMISSION

Cape No. 2006 - 00480

On November 13, 2006, East Kentucky Power Cooperative, Inc., ("EKPC") gave notice to the Commission, pursuant to 807 KAR 5:001 Section 10 (2), of its intent to file a wholesale rate application, supported by a historical test period, on or after December 11, 2006. EKPC also gave notice on behalf of its member distribution systems, Big Sandy RECC, Blue Grass Energy Cooperative, Clark Energy Cooperative, Cumberland Valley Electric, Farmers RECC, Fleming-Mason Energy Cooperative, Grayson RECC, Inter-County Energy Cooperative, Jackson Energy Cooperative, Licking Valley RECC, Nolin RECC, Owen Electric Cooperative, Salt River Electric Cooperative, Shelby Energy Cooperative, South Kentucky RECC, and Taylor County RECC, of their intent to file, on or after December 11, 2006, for the pass-through to their retail customers of any wholesale rate increase granted to EKPC, either through the filing of notices and proposed tariffs pursuant to 807 KAR 5:007 and KRS §278.455, or through the filing of applications pursuant to 807 KAR 5:001 Section 10.

Subsequent to the November 13 notice of intent, the EKPC Board of Directors considered the timing of the wholesale rate application, and directed that EKPC seek an effective date of April 1, 2007 for the proposed wholesale rate adjustment. As a result of the Board's decision, EKPC does not plan to file its rate application by December 11, 2006, but will instead plan to file the application sometime in early 2007, to support an April 1, 2007 effective date. Pass-through applications or notices will be filed by the EKPC Member Systems in conjunction with the filing of EKPC's application.

EKPC will endeavor to keep the Commission and all parties to this case informed of any changes in its plans in regard to this application. Please direct any requests for additional information to me or David Eames, at EKPC headquarters.

Ms. Elizabeth O'Donnell December 7, 2006 Page 2

Very truly yours,

Charles A. Lile

Senior Corporate Counsel

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Enclosures

Cc: Elizabeth E. Blackford, Esq.- Office of Attorney General Michael L. Kurtz, Esq.- Counsel, Gallatin Steel Company



A Touchstone Energy Cooperative

ARTERIAL CROSS COLORS

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