COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF GRAYSON RURAL ELECTRIC)
COOPERATIVE CORPORATION FOR PASS-)
THROUGH OF EAST KENTUCKY POWER) CASE NO. 2010-00174
COOPERATIVE, INC. WHOLESALE RATE)
ADJUSTMENT)

COMMISSION STAFF'S FIRST INFORMATION REQUEST TO GRAYSON RURAL ELECTRIC COOPERATIVE CORPORATION

Pursuant to 807 KAR 5:001, Grayson Rural Electric Cooperative Corporation ("Grayson") is to file with the Commission the original and ten copies of the following information, with a copy to all parties of record. The information requested herein is due on or before July 29, 2010. Responses to requests for information shall be appropriately bound, tabbed and indexed. 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 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 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 fails or refuses to furnish all or part of the requested information, Grayson shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention should 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 applicable, the requested information shall be separately provided for total company operations and jurisdictional operations.

- 1. Provide the workpapers, spreadsheets, etc. which show the calculation of the increase, by individual wholesale rate schedule, in Grayson's cost of power from East Kentucky Power Cooperative, Inc. that Grayson is proposing to flow through to its customers. Provide the information in hard copy as well as electronic format with the formulas intact and unprotected. Include a brief narrative description of the data being provided.
 - 2. Refer to Exhibit 3 of the application.
- a. Provide this exhibit in electronic format with the formulas intact and unprotected.
- b. The billing analysis shows various rate schedules with escalation percentages applied to the billing determinants. Provide workpapers, spreadsheets, etc. for the calculation of the percentages, as well as a narrative explanation of how the percentages were determined.

c. Refer to pages 1 and 6 of 6. Explain why Schedule 5, Street

Lighting Service, found on page 6 is not included in the Lighting totals on page 1. If a

correction is necessary, file a copy of all schedules that would require updating as a

result.

d. Refer to page 3 of 6, Schedule ETS. Grayson's ETS tariff includes

on-peak and off-peak rates. Explain why only the off-peak rate is included on page 3. If

the on-peak rate is included on the Farm and Home Schedule on page 2 of 6, explain

whether the customer charges for the ETS customers are included twice, in both the

Farm and Home and ETS schedules.

e. Refer to page 6 of 6. Explain why fuel adjustment clause and

environmental surcharge revenue is not included in Schedule 6, Outdoor Lighting

Service.

Executive Director

Public Service Commission

P.O. Box 615

Frankfort, KY 40602

DATED: **JUL 15 2010**

cc: Parties of Record

Carol Ann Fraley President & CEO Grayson R.E.C.C. 109 Bagby Park Grayson, KY 41143

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