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October 27, 2011

RECEIVED

OCT 28 2011

PUBLIC SERVICE COMMISSION

Jeff DeRouen **Executive Director Public Service Commission** 211 Sower Boulevard, P.O. Box 615 Frankfort, Kentucky 40602-0615

Re:

In the Matter of: An Examination of the Application of the Fuel Adjustment Clause of Big Rivers Electric Corporation from November 1, 2010 Through April 30, 2011, Public Service Commission,

Case No. 2011-00250

Dear Mr. DeRouen:

Enclosed for filing on behalf of Big Rivers Electric Corporation are an original and ten copies of Big Rivers' response to the information requested at the October 18, 2011, hearing in the above referenced matter. One additional copy of the response is enclosed. Please have that additional copy file stamped and returned to Big Rivers in the enclosed self-addressed stamped envelope.

Sincerely,

TSM Tyson Kamuf

TAK/ej **Enclosures**

Albert Yockey cc:

Telephone (270) 926-4000 Telecopier (270) 683-6694

BIG RIVERS ELECTRIC CORPORATION

AN EXAMINATION OF THE APPLICATION OF THE FUEL ADJUSTMENT CLAUSE OF BIG RIVERS ELECTRIC CORPORATION FROM NOVEMBER 1, 2010 THROUGH APRIL 30, 2011 CASE NO. 2011-00250

VERIFICATION

I verify, state, and affirm that the data request responses filed with this verification	for
which I am listed as a witness are true and accurate to the best of my knowledge, information	on,
and belief formed after a reasonable inquiry.	

		Lawrence V. Baronowsky	enfy
COMMONWEALTH OF KENTUCKY COUNTY OF HENDERSON)		

SUBSCRIBED AND SWORN TO before me by Lawrence V. Baronowsky on this the $\Delta \underline{\omega}^{th}$ day of October, 2011.

Paula Mitchell
Notary Public, Ky. State at Large
My Commission Expires /-/2-/3

BIG RIVERS ELECTRIC CORPORATION

AN EXAMINATION OF THE APPLICATION OF THE FUEL ADJUSTMENT CLAUSE OF BIG RIVERS ELECTRIC CORPORATION FROM NOVEMBER 1, 2010 THROUGH APRIL 30, 2011 CASE NO. 2011-00250

Response to Requests for Information from the Hearing of October 18, 2011

October 28, 2011

1	Item 1) Refer to Big Rivers' response to Item 18 of the Commission Staff's Request
2	for Information dated August 23, 2011. Between increasing revenue and decreasing
3	expenses, approximately how much did the delayed maintenance contribute to meeting loan
4	covenants?
5	
6	Response) The delayed maintenance that was reported in Big Rivers' initial response to Item
7	18 reduced expenses by \$2.3 million, and the additional generation increased revenue by a new
8	of \$1.0 million, for a total contribution of \$3.3 million toward meeting Big Rivers' loan
9	covenants. Also during this reporting period, Big Rivers deferred other operating and
10	maintenance activities totaling \$2.5 million that were not reported in the initial response to
11	Item 18 as they did not affect fuel usage. Considering the additional maintenance deferrals that
12	did not affect the fuel usage, the total subsidy toward meeting the loan covenants through Apri
13	30, 2011 was approximately \$5.8 million.
14	
15	
16	Witness) Lawrence V. Baronowsky
17	
18	

dess. Eavience v. Daionowsk