

Grayson Rural Electric Cooperative Corporation

109 Bagby Park • Grayson, KY 41143-1292
Telephone 606-474-5136 • 1-800-562-3532 • Fax 606-474-5862

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PUBLIC SERVICE
COMMISSION

November 17, 2010

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

Re: PSC Case No. 2012-00486

Dear Mr. Derouen:

In accordance with the Commission's Order in the above referenced case dated January 24, 2013, enclosed are an original and five (5) copies of Grayson Rural Electric's response to the Commission Staff's second request for information.

If you have any questions about this filing, please feel free to contact me.

Very truly yours,



Don M. Combs
Mgr. – Finance & Accounting

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE)	
COMMISSION OF THE ENVIRONMENTAL)	
SURCHARGE MECHANISM OF EAST KENTUCKY)	
POWER COOPERATIVE, INC. FOR THE)	
TWO-YEAR BILLING PERIOD ENDING)	CASE NO.
JUNE 30, 2012, AND THE PASS THROUGH)	2012-00486
MECHANISM FOR ITS SIXTEEN MEMBER)	
DISTRIBUTION COOPERATIVES)	

Grayson Rural Electric's Response to:

COMMISSION STAFF'S AMENDED SECOND REQUEST FOR INFORMATION
TO EAST KENTUCKY POWER COOPERATIVE, INC.'S
SIXTEEN MEMBER DISTRIBUTION COOPERATIVES

The undersigned, Don M. Combs, as Manager of Finance and Accounting of Grayson Rural Electric, being first duly sworn, states that the responses herein supplied in Case No. 2014 – 00486, Second Request for Information dated January 24, 2013, are true to the best of my knowledge and belief formed after reasonable inquiry.

Dated: February 8, 2013

Grayson Rural Electric

By: 

Don M. Combs
Manager of Finance and Acct.

Subscribed, sworn to, and acknowledged before me by Don M. Combs, as Manager of Finance and Acct. for Grayson Rural Electric on behalf of said Corporation this 8th day of February, 2013.

My Commission expires 9th day of January, 2015.

Witness my hand and official seal this

7th day of February, 2013.
Marsha A. Shacker
Notary Public in and for State-at-large Co., KY.

Case No. 2012-00486
Grayson's Response to
Second Data Request
January 24, 2013

1. Each Member cooperative should refer to EKPC's responses to Commission Staff's First Request for Information, Item 2, and respond to the following:

- a. Have you experienced any problems in administering the refund of any over- recovery or collection of any under –recovery of environmental surcharge costs?

Response: No.

- b. Do you recommend any changes from the current method of refunding/collecting any over- or under-recovery of environmental surcharge costs over a six-month time period? If so, what is the time period you believe is appropriate?

Response: No. The current 6 month time period is adequate.

- c. Describe the benefits, if any, of allowing the refund/collection of any over- or under-recovery of environmental surcharge costs to be spread over a time period different from the current six-month recovery period.

Response: Based on Grayson's past experience and projections using a different time period (refer to Item 2), the benefits, if any, appear to be insignificant.

- d. Describe the negative effects, if any, of allowing the refund/collection of any over- or under-recovery of environmental surcharge costs to be spread over a time period different from the current six-month recovery period.

Response: Based on Grayson's past experience and projections using a different time period (refer to item 2), the negative effects, if any, appear to be insignificant.



Case No. 2012-00486
Grayson's Response to
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2. Provide the member cooperative's actual average residential customer's monthly kWh usage. Based on this usage amount, provide the dollar impact any over- or under-recovery will have on the average residential customer's bill for a recovery period of six months and a recovery period of 12 months.

Response:

Average Residential Customer

kWh usage per month:	1,117
Monthly bill (excluding ESC):	\$ 126.13
ESC (using a 6-month recovery period):	\$ 11.90
ESC (using a 12-month recovery period):	\$ 11.87
Difference:	\$.03