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) CASE NO. KENTUCKY POWER COOPERATIVE, INC. FOR) 2014-00051 THE SIX-MONTH BILLING PERIOD ENDING) DECEMBER 31, 2013 AND THE PASS) THROUGH MECHANISM FOR ITS SIXTEEN) MEMBER DISTRIBUTION COOPERATIVES)

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

East Kentucky Power Cooperative, Inc. ("EKPC"), pursuant to 807 KAR 5:001, and each of its 16 member cooperatives are to file with the Commission the original and five copies of the following information, with a copy to all parties of record. The information requested herein is due by July 11, 2013. 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. Any party 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 any party fails or refuses to furnish all or part of the requested information, a written explanation shall be provided of the specific grounds for the 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.

1. This question is addressed to each of the member distribution cooperatives. To further Staff's understanding of how environmental surcharge expenses and revenues impact a cooperative's financial position, explain how the transactions are recorded on your books and provide representative journal entries showing account numbers and descriptions.

2. This question is addressed to each of the member distribution cooperatives. Refer to the responses to the Commission Staff's First Request for information, Item 2.a., for your cooperative.

a. Using the month of July 2013 as an example, for the amount shown in the column titled "EKPC Invoice Month recorded on Member's Books," for your cooperative, provide the month in which the expenses are incurred by EKPC and when this amount was billed to the member cooperative.

b. Using the month of July 2013 as an example, for the amount shown

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in the column titled "Billed to Retail Consumer & recorded on Member's Books," for your cooperative, provide the pass-through factor and the revenue amount to which it was applied to arrive at the amount shown.

Jeff Derduer

Executive Director Public Service Commission 211 Sower Boulevard P.O. Box 615 Frankfort, KY 40602

JUL 0 1 2014

cc: Parties of Record

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