

(270) 465-4101 • Fax (270) 789-3625
(800) 931-4551

May 2, 2016

RECEIVED

Aaron Greenwell, Acting Executive Director
Public Service Commission
P. O. Box 615
Frankfort, KY 40602

MAY 05 2016

PUBLIC SERVICE
COMMISSION

RE: PSC Case No. 2016-00144

Dear Mr. Greenwell:

Please find an original and seven (7) copies of the responses of Taylor County RECC as requested in the above referenced case dated April 14, 2016.

If you have any questions, please let me know.

Sincerely,


TAYLOR COUNTY RURAL ELECTRIC
COOPERATIVE CORPORATION

Patsy R. Walters

Patsy Walters, Accounting Supervisor

Enclosures

Taylor County R.E.C.C. is an equal opportunity provider & employer.

A Touchstone Energy® Cooperative 

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION
CASE NO. 2016-00144

VERIFICATION

I verify state and affirm that the testimony filed with this verification and for which I am listed as a witness is true and correct to the best of my knowledge, information and belief formed after a reasonable inquiry.

Patsy Walters
Patsy Walters, Accounting Supervisor

State of Kentucky

County of Taylor

The foregoing was signed, acknowledged and sworn to before me by Patsy Walters, the second day of May, 2016.

Shyllis Rhodes
Notary Public

My Commission Expires: 1/22/19 ID# 526377

TAYLOR COUNTY RURAL ELECTRIC COOPERATIVE CORPORATION
P O BOX 100
CAMPBELLSVILLE, KY 42719-0100
PSC CASE. 2016-00144

WITNESS: Patsy R. Walters

2. This question is addressed to EKPC and the Member Cooperatives. For each of the 16 member distribution cooperatives, prepare a summary schedule showing the distribution cooperative's pass-through revenue requirement for the months corresponding with the six-month review utilizing the revised methodology approved in Case NO. 2015-00281. Include the two months subsequent to the billing period included in the applicable review period. Include a calculation of any additional over- or under-recovery amount the distribution cooperative believes needs to be recognized for the six-month review. Provide all supporting calculations and documentation in Excel spreadsheet format with formulas intact and unprotected and all rows and columns fully accessible.

Please see EKPC's response to Request No. 2 of the Commission Staff's First Request for Information dated April 14, 2016.

TAYLOR COUNTY RECC
P O BOX 100
CAMPBELLSVILLE KY 42719
PSC CASE NO. 2016-00144

Witness: Patsy R. Walters

Average Residential Usage 12 month ended 11/30/15 1131

Test Month Nov 2015

Taylor County Cumulative (Over)/Under- Recovery (32,055)

Monthly Recovery (per month for six months) (5,343)

| | | ACTUAL | 6 MONTH RECOVERY |
|-------------------|-----------|----------|------------------|
| Customer Charge | 9.82 | \$9.82 | \$9.82 |
| kWh Charge | 0.0822 | \$92.97 | \$92.97 |
| Fuel Adjustment @ | (0.00424) | (\$4.80) | (\$4.80) |
| Subtotal | | \$97.99 | \$97.99 |
| Env. Surcharge | 12.67% | \$12.42 | 12.51% \$12.26 |
| Total | | \$110.41 | \$110.25 |
| Dollar Impact | | | (\$0.16) |

TAYLOR COUNTY RECC
P O BOX 100
CAMPBELLSVILLE KY 42719
PSC CASE NO. 2016-00144

Witness: Patsy R. Walters

| Taylor County RECC - Calculation of (Over)/Under Recovery | | | | | |
|---|---|---|---|-----------------------------------|--|
| Line No. | Month & Year | EKPC Invoice Month recorded Member's Books (2) | Billed to Retail Consumer & recorded on Member's Books (3) | Monthly (Over) or Under (4) | Cumulative (Over) or Under (5) |
| 1 | Previous (Over)/Under-Recovery Remaining to be Amortized | | | | |
| 1a | From Case No. 2014-00051 (Over)/Under-Recovery | | | | (\$247,307) |
| 1b | From Case No. 2015-00281 (Over)/Under-Recovery | | | | (\$191,419) |
| 1c | Total Previous (Over)/Under-Recovery | | | | (\$438,726) |
| 2 | Jul-15 | \$444,137 | \$408,619 | \$35,518 | (\$403,208) |
| 3 | Aug-15 | \$493,553 | \$492,996 | \$557 | (\$402,651) |
| 4 | Sep-15 | \$383,174 | \$392,187 | (\$9,013) | (\$411,664) |
| 5 | Oct-15 | \$355,117 | \$320,045 | \$35,072 | (\$376,592) |
| 6 | Nov-15 | \$324,622 | \$305,207 | \$19,415 | (\$357,177) |
| 7 | Dec-15 | \$419,891 | \$368,623 | \$51,268 | (\$305,909) |
| Post Review | Jan-16 | \$471,759 | \$420,114 | \$51,645 | (\$254,264) |
| | Feb-16 | \$615,568 | \$563,333 | \$52,235 | (\$202,029) |
| Less Adjustment for Order amounts remaining to be amortized at end of review period December 2015 | | | | | |
| 8 | | Amount Per Case Order Remaining to be Amortized at beginning of Review Period | Amortization of Previous (Over)/Under Recoveries During Review Period | | Amount Per Case Order Remaining to be Amortized at end of Review Period |
| 8a | Case No. 2014-00051 Recovery | | \$247,307 | (\$164,872) | \$82,435 |
| 8b | Case No. 2015-00281 Recovery | | \$191,419 | \$0 | \$191,419 |
| 8c | Total Order amounts remaining - Over/(Under): | | | | \$273,854 |
| 9 | Cumulative six month (Over)/Under-Recovery [Cumulative net of remaining Case amortizations - Lines 7] | | | | (\$32,055) |
| 10 | Monthly recovery (per month for six months) | | | | (\$5,343) |
| Reconciliation: | | | | | |
| 11 | Previous (Over)/Under-Recovery Remaining to be Amortized, beginning of Review Period | | | | (\$438,726) |
| 12 | Previous Over/(Under)-Recovery Remaining to be Amortized, ending of Review Period | | | | \$273,854 |
| 13 | Total Amortization during Review Period | | | | (\$164,872) |
| 14 | (Over)/Under-Recovery from Column 5, Line 9 | | | | (\$32,055) |
| 15 | Less: Total Monthly (Over)/Under-Recovery for Review Period (Column 4, Lines 2 thru 7) | | | | \$132,817 |
| 16 | Difference | | | | (\$164,872) |

Amortization Detail, Column 3, Line 8:

| Month & Year | Case No. 2014-00051 | Case No. 2015-00281 |
|--------------|------------------------|------------------------|
| Jul-15 | \$0 | \$0 |
| Aug-15 | \$0 | \$0 |
| Sep-15 | (\$41,218) | \$0 |
| Oct-15 | (\$41,218) | \$0 |
| Nov-15 | (\$41,218) | \$0 |
| Dec-15 | (\$41,218) | \$0 |
| Totals | (\$164,872) | \$0 |

East Kentucky Power Cooperative, Inc. - Distribution Cooperatives
 Pass Through Mechanism Report for Taylor County RECC

For the Month Ending November 2015

| | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) | (12) | (13) | (14) | (15) |
|--------------------------------|-------------|-------------|---------------------|---|-----------------------------|---|--|-----------------------------------|---|---------------------------------------|---|-----------------------------------|---|--|---|
| Surcharge Factor Expense Month | EKPC CESF % | EKPC BESF % | EKPC MESF % | EKPC Monthly Revenues from Sales to Taylor County | On-peak Revenues Adjustment | EKPC Net Monthly Sales to Taylor County | EKPC 12-months Ended Average Monthly Revenue from Sales to Taylor County | Taylor County Revenue Requirement | Amortization of (Over)/Under Recovery as Applicable | Taylor County Net Revenue Requirement | Taylor County Total Monthly Retail Revenues | On-Peak Retail Revenue Adjustment | Taylor County Net Monthly Retail Revenues | 12-months ended Average Retail Revenues, Net | Taylor County Pass-through Mechanism Factor |
| | | | Col. (1) - Col. (2) | | | Col. (4) - Col. (5) | | Col (3) x Col (7) | | Col (8) + Col (9) | | | Col. (11) - Col. (12) | | Col (10) / Col (14) |
| Dec-13 | 14.54% | 0.00% | 14.54% | \$ 3,106,942 | \$ 4,006 | \$ 3,102,936 | \$ 2,571,390 | \$ 373,880 | \$ 53,661 | \$ 427,541 | \$ 3,381,794 | \$ 4,006 | \$ 3,377,788 | \$ 3,356,471 | 12.77% |
| Jan-14 | 10.92% | 0.00% | 10.92% | \$ 4,001,762 | \$ 10,620 | \$ 3,991,142 | \$ 2,646,131 | \$ 288,957 | \$ 4,977 | \$ 293,934 | \$ 4,018,021 | \$ 10,620 | \$ 4,007,401 | \$ 3,382,671 | 8.76% |
| Feb-14 | 5.44% | 0.00% | 5.44% | \$ 3,297,092 | \$ 7,188 | \$ 3,289,904 | \$ 2,681,686 | \$ 145,884 | \$ - | \$ 145,884 | \$ 5,231,258 | \$ 7,188 | \$ 5,224,070 | \$ 3,468,160 | 4.31% |
| Mar-14 | 11.62% | 0.00% | 11.62% | \$ 2,990,759 | \$ 6,351 | \$ 2,984,408 | \$ 2,685,873 | \$ 312,098 | \$ (7,168) | \$ 304,930 | \$ 4,117,025 | \$ 6,351 | \$ 4,110,674 | \$ 3,510,008 | 8.79% |
| Apr-14 | 13.47% | 0.00% | 13.47% | \$ 2,135,970 | \$ 4,550 | \$ 2,131,420 | \$ 2,684,966 | \$ 361,665 | \$ (7,168) | \$ 354,497 | \$ 3,874,983 | \$ 4,550 | \$ 3,870,433 | \$ 3,508,169 | 10.10% |
| May-14 | 15.84% | 0.00% | 15.84% | \$ 2,228,126 | \$ 5,343 | \$ 2,222,783 | \$ 2,686,602 | \$ 425,558 | \$ (7,168) | \$ 418,390 | \$ 2,691,043 | \$ 5,343 | \$ 2,685,700 | \$ 3,499,940 | 11.93% |
| Jun-14 | 15.67% | 0.00% | 15.67% | \$ 2,827,009 | \$ 112,004 | \$ 2,715,005 | \$ 2,704,169 | \$ 423,743 | \$ (7,168) | \$ 416,575 | \$ 2,971,984 | \$ 112,004 | \$ 2,859,980 | \$ 3,502,368 | 11.90% |
| Jul-14 | 14.38% | 0.00% | 14.38% | \$ 2,887,003 | \$ 85,377 | \$ 2,801,626 | \$ 2,726,819 | \$ 392,117 | \$ (7,168) | \$ 384,949 | \$ 3,611,080 | \$ 85,377 | \$ 3,525,703 | \$ 3,519,918 | 10.99% |
| Aug-14 | 12.62% | 0.00% | 12.62% | \$ 2,920,463 | \$ 89,380 | \$ 2,831,083 | \$ 2,750,423 | \$ 347,103 | \$ (7,168) | \$ 339,935 | \$ 3,690,411 | \$ 89,380 | \$ 3,601,031 | \$ 3,530,377 | 9.66% |
| Sep-14 | 13.53% | 0.00% | 13.53% | \$ 2,511,497 | \$ 76,590 | \$ 2,434,907 | \$ 2,768,230 | \$ 374,542 | \$ - | \$ 374,542 | \$ 3,782,469 | \$ 76,590 | \$ 3,705,879 | \$ 3,563,198 | 10.61% |
| Oct-14 | 15.57% | 0.00% | 15.57% | \$ 2,170,546 | \$ 97,237 | \$ 2,073,309 | \$ 2,785,981 | \$ 430,660 | \$ - | \$ 430,660 | \$ 3,182,968 | \$ 97,237 | \$ 3,085,731 | \$ 3,573,061 | 12.09% |
| Nov-14 | 16.95% | 0.00% | 16.95% | \$ 2,981,130 | \$ 90,793 | \$ 2,890,337 | \$ 2,789,072 | \$ 472,748 | \$ - | \$ 472,748 | \$ 2,895,981 | \$ 90,793 | \$ 2,905,188 | \$ 3,579,865 | 13.23% |
| Dec-14 | 13.88% | 0.00% | 13.88% | \$ 3,059,133 | \$ 83,588 | \$ 2,975,545 | \$ 2,778,456 | \$ 385,850 | \$ - | \$ 385,850 | \$ 3,965,486 | \$ 83,588 | \$ 3,881,898 | \$ 3,621,974 | 10.77% |
| Jan-15 | 13.67% | 0.00% | 13.67% | \$ 3,612,118 | \$ 83,475 | \$ 3,528,643 | \$ 2,739,914 | \$ 374,546 | \$ - | \$ 374,546 | \$ 3,930,460 | \$ 83,475 | \$ 3,846,985 | \$ 3,608,606 | 10.34% |
| Feb-15 | 11.49% | 0.00% | 11.49% | \$ 3,716,259 | \$ 84,365 | \$ 3,631,894 | \$ 2,768,413 | \$ 318,091 | \$ - | \$ 318,091 | \$ 4,704,149 | \$ 84,365 | \$ 4,619,784 | \$ 3,558,249 | 8.81% |
| Mar-15 | 10.90% | 0.00% | 10.90% | \$ 2,885,684 | \$ 86,125 | \$ 2,799,559 | \$ 2,753,009 | \$ 300,078 | \$ - | \$ 300,078 | \$ 4,648,995 | \$ 86,125 | \$ 4,562,870 | \$ 3,595,932 | 8.43% |
| Apr-15 | 14.44% | 0.00% | 14.44% | \$ 1,835,910 | \$ 28,698 | \$ 1,807,212 | \$ 2,725,992 | \$ 393,633 | \$ - | \$ 393,633 | \$ 3,662,592 | \$ 28,698 | \$ 3,633,894 | \$ 3,576,220 | 10.95% |
| May-15 | 18.09% | 0.00% | 18.09% | \$ 1,887,351 | \$ 3,193 | \$ 1,884,158 | \$ 2,697,773 | \$ 488,027 | \$ - | \$ 488,027 | \$ 2,584,272 | \$ 3,193 | \$ 2,581,079 | \$ 3,567,502 | 13.65% |
| Jun-15 | 18.44% | 0.00% | 18.44% | \$ 2,457,955 | \$ 2,804 | \$ 2,455,151 | \$ 2,676,119 | \$ 493,476 | \$ - | \$ 493,476 | \$ 2,655,880 | \$ 2,804 | \$ 2,653,076 | \$ 3,550,260 | 13.83% |
| Jul-15 | 15.91% | 0.00% | 15.91% | \$ 2,679,167 | \$ 2,623 | \$ 2,676,544 | \$ 2,665,695 | \$ 424,112 | \$ - | \$ 424,112 | \$ 3,000,156 | \$ 2,623 | \$ 2,997,533 | \$ 3,506,246 | 11.95% |
| Aug-15 | 16.25% | 0.00% | 16.25% | \$ 2,409,981 | \$ 1,584 | \$ 2,408,397 | \$ 2,630,471 | \$ 427,452 | \$ (41,218) | \$ 386,234 | \$ 3,570,974 | \$ 1,564 | \$ 3,569,410 | \$ 3,503,611 | 11.02% |
| Sep-15 | 17.07% | 0.00% | 17.07% | \$ 2,187,426 | \$ 2,081 | \$ 2,185,345 | \$ 2,609,675 | \$ 445,471 | \$ (41,218) | \$ 404,253 | \$ 3,287,248 | \$ 2,081 | \$ 3,285,167 | \$ 3,468,551 | 11.54% |
| Oct-15 | 18.51% | 0.00% | 18.51% | \$ 1,929,020 | \$ 27,299 | \$ 1,901,721 | \$ 2,595,376 | \$ 480,404 | \$ (41,218) | \$ 439,186 | \$ 2,908,695 | \$ 27,299 | \$ 2,879,396 | \$ 3,451,357 | 12.66% |
| Nov-15 | 18.81% | 0.00% | 18.81% | \$ 2,323,077 | \$ 54,604 | \$ 2,268,473 | \$ 2,543,554 | \$ 478,442 | \$ (46,561) | \$ 431,881 | \$ 2,660,942 | \$ 54,604 | \$ 2,608,338 | \$ 3,426,453 | 12.51% |

Note:

Taylor County Total Monthly Retail Revenues in Column (11) Includes demand and energy charges, customer charges, and FAC revenues.
 Revenues reported in Column 4 for September 2011 contained an error which has been corrected; the correction did not change the September Pass-through factor shown in Column 15.

Witness by: Patsy R. Walters