

LICKING VALLEY

RURAL ELECTRIC COOPERATIVE CORPORATION

P. O. Box 605 • 271 Main Street West Liberty, KY 41472-0605 (606) 743-3179



April 07, 2017

Dr. Talina Mathews, Ph.D.
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
Post Office Box 615
Frankfort, Kentucky 40602-0615

RE: Case Number 2017-00016 Fuel Adjustment Clause

Dear Dr. Mathews:

Please find enclosed and original and seven (7) copies of Licking Valley RECC's response to Commission Staff's second request for information in Case Number 2017-00016 dated April 06, 2017.

Kerry K. Howard is witness to all responses.

If additional information is needed or required, please let us know.

Sincerely,

Kerry K. Howard

General Manager/CEO

KKH:mn

Enclosure

RECEIVED

APR 10 2017

Public Service Commission

APR 10 2017

VERIFICATION

Public Service Commission

The undersigned hereby verifies that the statements and information set forth in the foregoing application are true and correct to the best of my knowledge and belief.

Kerry K. Howard, General Manager/CEO

Licking Valley Rural Electric

Cooperative Corporation

STATE OF KENTUCKY COUNTY OF LINEARY

The foregoing was signed, acknowledged and sworn to before me by **KERRY K. HOWARD, General Manager and CEO of Licking Valley RECC**, this <u>OM</u> day of April 2017.

My commission expires _

Notary Public, State of Kentucky at Large

#556518

(seal)

- 1. Refer to Licking Valley's response to Commission Staff's February 6, 2017 Request for Information ("February 6, 2017 Request"), Item 4, Exhibit 5.
 - a. Explain why the Prepay Service Rate Schedule is not included in this exhibit. Provide a revised exhibit which includes this schedule.

RESPONSE 1 a: This was an oversight to not include the Prepay Service Rate Schedule in the response. See Corrected Exhibit 5.

b. Explain why the 175-watt mercury vapor light is not included in this exhibit. Provide a revised exhibit which includes this light.

RESPONSE 1 b: The 175-watt mercury vapor light was omitted in error. See Corrected Exhibit 5.

Refer to Licking Valley's response to the February 6, 2017 Request, Item 6.b. and 6.c.
Licking Valley did not provide and explain its internal procedures to ensure the timely
filing of the affidavit of compliance and the affidavit of publication of notice. Provide
the information requested.

RESPONSE: Licking Valley RECC provides the affidavit of compliance and the affidavit of publication of notice when the hardcopy is received from Kentucky Association of Electric Cooperatives/ Kentucky Living.

Licking Valley RECC realizes this was not filed with the Commission in a timely manner and the response or lack of response was inadequate. For future filings, staff at Licking Valley RECC will monitor this aspect of case filings and be diligent to ensure timely filings.

Please see attached copy of Affidavit of Mailing of Hearing Notice.

Response #4

If the recommendation not to change the base period fuel cost of East Kentucky is accepted, then Licking Valley RECC does not propose any changes in its existing rates.

If the alternative recommendation to reduce East Kentucky's base period fuel cost to \$0.02776 / kWh is accepted, then Licking Valley RECC proposes the changes in its rates as shown in the following schedule. In addition, please see Case No. 2017-00002, the Direct Testimony of Isaac S. Scott, concerning the discussion of a timing issue that affects Licking Valley RECC when there is a reestablishment of the base period fuel cost.

LICKING VALLEY RURAL ELECTRIC COOPERATIVE CORPORATION

KENTUCKY 56 MORGAN

PRESENT AND PROPOSED RATE SCHEDULES

| | | PRESENT RATES ** | | PROPOSED RATES |
|-------------------------|------------------|------------------------------|------------|----------------|
| | | SCHEDULE A | | |
| Customer Charg | e | \$14.00 | | 14.00 |
| Energy Charge | | .094542 | | .092002 |
| Prepay Service | | 3.60 | | 3.60 |
| | | | SCHEDULE | В |
| Customer Charg | e | \$28.75 | | |
| Energy Charge | | .08300 | | .08046 |
| Prepay Service | | 3.60 | | 3.60 |
| | | | SCHEDULE | I P |
| Customer Charg | e | \$71.55 | 00112022 | 71.55 |
| Demand Charge | | 7.36 | | 7.36 |
| Energy Charge | | .068887 | | .066347 |
| | | | SCHEDULE I | DD |
| Customer Charg | e | \$110.00 | SCHEDOLL L | 110.00 |
| Demand Charge | | 6.91 | | 6.91 |
| Energy Charge | | .060439 | | .057899 |
| | | 66111 | | IDITY LIGHT |
| 175 \\(\alpha\) | 70 1.446 | SCHEDULE SL - SECURITY LIGHT | | |
| 175 Watt MV 100 Watt | 70 kWh 36 kWh | 10.52 10.52 | | 10.35 10.43 |
| 250 Watt | 90 kWh | 16.22 | | 15.99 |
| 400 Watt | 144 kWh | 22.38 | | 22.01 |
| 68 Watt LED | 27 kWh | 9.40 | | 9.33 |
| 108 Watt LED | 41 kWh | 11.28 | | 11.18 |
| 202 Watt LED | 76 kWh | 17.81 | | 17.62 |
| | | | | |

^{**} Rates and Charges approved in Case No. 2016-00174 dated March 01, 2017