

September 25, 2017

Mr. John S. Lyons
Acting Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
Frankfort, Kentucky 40602

RECEIVED

SEP 27 2017

PUBLIC SERVICE
COMMISSION

RE: Case No. 2017-000326

Dear Mr. Lyons:

Enclosed are an original and seven (7) copies of the response of Fleming-Mason Energy Cooperative, Inc. for the Staff's First Request for Information dated August 31, 2017, for the above-referenced case.

Please contact the office if further information is required.

Sincerely,



Jennifer L. McRoberts
Office Manager

Enclosures

cc: Isaac Scott, East Kentucky Power Cooperative
Managers, EKPC Distribution Cooperatives

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

RECEIVED

SEP 27 2017

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)
JUNE 30, 2017, AND THE PASS-THROUGH)
MECHANISM FOR ITS SIXTEEN MEMBER)
DISTRIBUTION COOPERATIVES)

CASE NO.
2017-00326

FLEMING-MASON ENERGY COOPERATIVE, INC.'S RESPONSE TO:

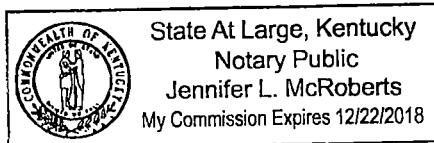
COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION TO
EAST KENTUCKY POWER COOPERATIVE, INC.
AND EACH OF ITS SIXTEEN MEMBER COOPERATIVES

The affiant, Joni K. Hazelrigg, President & CEO for Fleming-Mason Energy, states that the data presented in this filing is true and correct to the best of her knowledge and belief.



Joni K. Hazelrigg

Subscribed and sworn to before me by the affiant, Joni K. Hazelrigg, this 25th day of September, 2017.





Notary Public, State of Kentucky at Large

My Commission expires 12/22/2018.

QUESTION 2:

This question is addressed to EKPC and the Member Cooperatives. For each of the 16 Member Cooperatives, prepare a summary schedule showing the Member Cooperative's pass-through revenue requirement for the months corresponding with the two-year review. 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 two-year review. Provide the schedule and all supporting calculations and documentation in Excel spreadsheet format with all cells and formulas intact and unprotected.

RESPONSE:

Please see EKPC's response to Request No. 2 of the Commission Staff's First Request for Information dated August 31, 2017.

REQUEST 7:

This question is addressed to each of the 16 Member Cooperatives. For your particular Member Cooperative, provide the actual average residential customer's monthly usage for the 12 months ended May 31, 2017. Based on this usage amount, provide the dollar impact any over-or under-recovery will have on the average residential customer's monthly bill for the requested recovery period.

RESPONSE:

Please see EKPC's response to Request No. 2 of the Commission's First Request for Information dated August 31, 2017, for the calculation of the review period's under-recovery.

	Residential Consumers	Residential KWH	Average KWH
Jun-16	22,488	22,119,293	984
Jul-16	22,495	22,698,734	1,009
Aug-16	22,545	25,192,222	1,117
Sep-16	22,596	20,915,695	926
Oct-16	22,599	15,289,736	677
Nov-16	22,597	21,083,798	933
Dec-17	22,543	31,728,035	1,407
Jan-17	22,580	29,738,118	1,317
Feb-17	22,618	25,234,009	1,116
Mar-17	22,625	24,747,345	1,094
Apr-17	22,248	16,753,810	753
May-17	22,634	16,801,143	742
	270,568	272,301,938	
Averages	22547	22,691,828	
Average Usage		1,006	

Average Residential Usage for the 12 months ended May 31, 2017: 1,006

Test Month: March 2017
Fleming-Mason Energy Cumulative **Under** Recovery: \$191,141
6 month spread: \$31,857/month

	ACTUAL		6 MONTH RECOVERY	
Customer Charge		\$15.00		\$15.00
kWh Charge		\$84.82		\$84.82
Fuel Adjustment @ (.00432)		(\$4.35)		(\$4.35)
Subtotal		\$95.47		\$95.47
Env. Surcharge	13.49%	\$12.88	14.52%	\$13.86
County School Tax 3%		\$3.25		\$3.28
TOTAL		<u>\$111.60</u>		<u>\$112.61</u>
Dollar Impact				\$1.01

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

For the Month Ending May 2017

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8a)	(8b)	(8c)	(8d)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
Surcharge Factor Expense Month	EKPC CESF %	EKPC BESF %	EKPC MESF %	EKPC Monthly Revenues from Sales to Fleming Mason	On-peak Revenue Adjustment	EKPC Net Monthly Sales to Fleming Mason	EKPC 12-months Ended Average Monthly Revenue from Sales to Fleming Mason	Fleming-Mason Revenue Requirement	Schedule C and Special Contracts Surcharge Revenues	Amortization of (Over)/Under Recovery of Sch C & Special Contracts Revenues*	Fleming-Mason Revenue Requirements net of Sch C & Special Contracts	Amortization of (Over)/Under Recovery net of Sch C & Spec Cntrcts*	Fleming-Mason Revenue Requirement net of Sch C & Spec Cntrcts	Fleming-Mason Total Monthly Retail Revenues net of Sch C & Spec Cntrcts	On-Peak Retail Revenue Adjustment	Fleming-Mason Net Monthly Retail Revenues net of Sch C & Spec Cntrcts	12-months ended Avg. Retail Revenues, net of Sch C & Spec Cntrcts	Fleming-Mason Pass-through Mechanism Factor net of Sch C & Spec Cntrcts
			Col (1) - Col (2)			Col (4) - Col (5)		Col (3) x Col (7)			Col (8a)-[Col (8b)+Col(8c)]		Col (8d) + Col (9)			Col (11) - Col (12)		Col (10) / Col (14)
Aug-15	16.25%	0.00%	16.25%	\$ 4,713,327	\$ 218	\$ 4,713,109	\$ 5,082,282	\$ 825,871	\$ 421,052	\$ -	\$ 404,819	\$ (17,417)	\$ 387,402	\$ 2,970,098	\$ 218	\$ 2,969,880	\$ 3,259,737	11.83%
Sep-15	17.07%	0.00%	17.07%	\$ 4,490,959	\$ 233	\$ 4,490,726	\$ 5,031,598	\$ 858,894	\$ 420,566	\$ -	\$ 438,328	\$ (17,417)	\$ 420,911	\$ 3,138,843	\$ 233	\$ 3,138,610	\$ 3,261,914	12.91%
Oct-15	18.51%	0.00%	18.51%	\$ 4,229,747	\$ 181	\$ 4,229,566	\$ 4,986,725	\$ 923,043	\$ 428,286	\$ -	\$ 494,757	\$ (17,417)	\$ 477,340	\$ 2,900,364	\$ 181	\$ 2,900,183	\$ 3,261,639	14.63%
Nov-15	18.81%	0.00%	18.81%	\$ 4,436,605	\$ 340	\$ 4,436,265	\$ 4,913,709	\$ 924,269	\$ 446,215	\$ -	\$ 478,054	\$ (17,417)	\$ 460,637	\$ 2,557,496	\$ 340	\$ 2,557,156	\$ 3,249,662	14.12%
Dec-15	18.40%	0.00%	18.40%	\$ 5,083,657	\$ 189,113	\$ 4,894,544	\$ 4,840,859	\$ 890,718	\$ 508,015	\$ -	\$ 382,703	\$ (17,417)	\$ 365,286	\$ 2,944,883	\$ 189,113	\$ 2,755,770	\$ 3,193,876	11.24%
Jan-16	16.00%	0.00%	16.00%	\$ 5,872,366	\$ 179,472	\$ 5,692,894	\$ 4,793,167	\$ 766,907	\$ 496,656	\$ -	\$ 270,251	\$ (17,417)	\$ 252,834	\$ 3,145,269	\$ 179,472	\$ 2,965,797	\$ 3,134,728	7.92%
Feb-16	10.92%	0.00%	10.92%	\$ 5,488,468	\$ 161,462	\$ 5,327,006	\$ 4,729,395	\$ 516,450	\$ 441,983	\$ -	\$ 74,467	\$ -	\$ 74,467	\$ 4,674,097	\$ 161,462	\$ 4,512,635	\$ 3,141,415	2.38%
Mar-16	14.30%	0.00%	14.30%	\$ 4,731,953	\$ 140,708	\$ 4,591,245	\$ 4,666,278	\$ 667,278	\$ 286,240	\$ -	\$ 381,038	\$ (9,127)	\$ 371,911	\$ 3,808,916	\$ 140,708	\$ 3,668,208	\$ 3,078,641	11.84%
Apr-16	17.59%	0.00%	17.59%	\$ 4,374,566	\$ 215,184	\$ 4,159,382	\$ 4,667,933	\$ 821,089	\$ 351,325	\$ -	\$ 469,764	\$ (9,127)	\$ 460,637	\$ 3,244,812	\$ 215,184	\$ 3,029,628	\$ 3,038,640	14.96%
May-16	18.99%	0.00%	18.99%	\$ 4,353,042	\$ 190,042	\$ 4,163,000	\$ 4,680,565	\$ 888,839	\$ 433,843	\$ -	\$ 454,996	\$ (9,127)	\$ 445,869	\$ 2,789,186	\$ 190,042	\$ 2,599,144	\$ 3,036,541	14.67%
Jun-16	19.60%	0.00%	19.60%	\$ 4,621,103	\$ 138,423	\$ 4,482,680	\$ 4,665,441	\$ 914,426	\$ 473,629	\$ -	\$ 440,797	\$ (9,127)	\$ 431,670	\$ 2,618,874	\$ 138,423	\$ 2,480,451	\$ 3,031,088	14.22%
Jul-16	16.50%	0.00%	16.50%	\$ 4,996,405	\$ 179,103	\$ 4,817,302	\$ 4,666,477	\$ 769,969	\$ 503,075	\$ -	\$ 266,894	\$ (9,127)	\$ 257,767	\$ 3,165,800	\$ 179,103	\$ 2,986,697	\$ 3,047,013	8.50%
Aug-16	14.29%	0.00%	14.29%	\$ 5,343,679	\$ 237,534	\$ 5,106,145	\$ 4,699,230	\$ 671,520	\$ 446,482	\$ -	\$ 225,038	\$ (34,985)	\$ 190,053	\$ 3,289,371	\$ 237,534	\$ 3,051,837	\$ 3,053,843	6.24%
Sep-16	14.76%	0.00%	14.76%	\$ 4,898,449	\$ 161,610	\$ 4,736,839	\$ 4,719,739	\$ 696,633	\$ 386,097	\$ -	\$ 310,536	\$ (25,858)	\$ 284,678	\$ 3,475,298	\$ 161,610	\$ 3,313,688	\$ 3,068,433	9.32%
Oct-16	17.17%	0.00%	17.17%	\$ 4,607,752	\$ 151,356	\$ 4,456,396	\$ 4,738,642	\$ 813,625	\$ 418,249	\$ -	\$ 395,376	\$ (25,858)	\$ 369,518	\$ 3,137,377	\$ 151,356	\$ 2,986,021	\$ 3,075,586	12.04%
Nov-16	19.95%	0.00%	19.95%	\$ 4,838,861	\$ 193,121	\$ 4,645,740	\$ 4,756,098	\$ 948,842	\$ 462,817	\$ -	\$ 486,025	\$ (25,858)	\$ 460,167	\$ 2,687,308	\$ 193,121	\$ 2,494,187	\$ 3,070,339	14.96%
Dec-16	16.92%	0.00%	16.92%	\$ 6,007,910	\$ 240,561	\$ 5,767,349	\$ 4,828,832	\$ 817,038	\$ 607,748	\$ -	\$ 209,290	\$ (25,858)	\$ 183,432	\$ 3,136,704	\$ 240,561	\$ 2,896,143	\$ 3,082,036	5.97%
Jan-17	11.21%	0.00%	11.21%	\$ 5,862,127	\$ 207,594	\$ 5,654,533	\$ 4,825,635	\$ 540,954	\$ 504,735	\$ -	\$ 36,219	\$ (25,859)	\$ 10,360	\$ 3,948,674	\$ 207,594	\$ 3,741,080	\$ 3,146,643	0.34%
Feb-17	12.26%	0.00%	12.26%	\$ 4,925,295	\$ 133,392	\$ 4,791,903	\$ 4,781,043	\$ 586,156	\$ 292,796	\$ -	\$ 293,360	\$ -	\$ 293,360	\$ 3,825,995	\$ 133,392	\$ 3,692,603	\$ 3,078,307	9.32%
Mar-17	15.73%	0.00%	15.73%	\$ 5,233,698	\$ 244,239	\$ 4,989,459	\$ 4,814,227	\$ 757,278	\$ 342,101	\$ -	\$ 415,177	\$ -	\$ 415,177	\$ 3,546,879	\$ 244,239	\$ 3,302,640	\$ 3,047,843	13.49%
Apr-17	15.40%	0.00%	15.40%	\$ 4,655,455	\$ 231,820	\$ 4,423,635	\$ 4,836,248	\$ 744,782	\$ 433,492	\$ -	\$ 311,290	\$ (7,838)	\$ 303,452	\$ 3,468,460	\$ 231,820	\$ 3,236,640	\$ 3,065,094	9.96%
May-17	19.86%	0.00%	19.86%	\$ 4,805,109	\$ 266,519	\$ 4,538,590	\$ 4,867,548	\$ 966,695	\$ 430,824	\$ -	\$ 535,871	\$ (7,838)	\$ 528,033	\$ 2,726,209	\$ 266,519	\$ 2,459,690	\$ 3,053,473	17.23%

ACTUAL

Case No. 2017-00326
Request No. 7
Page 3 of 4
Witness: Hazelrigg

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

For the Month Ending May 2017

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Apr-17	15.40%	0.00%	15.40%	\$ 4,655,455	\$ 231,820	\$ 4,423,635	\$ 4,836,248	\$ 744,782	\$ 433,492	\$ -	\$ 311,290	\$ (7,838)	\$ 303,452	\$ 3,468,460	\$ 231,820	\$ 3,236,640	\$ 3,065,094	9.96%
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AMORTIZATION

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Witness: Hazelrigg