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PUBLIC SERVICE COMMISSION

## FAX TRANSMISSION SHEET

DATE:

March 30, 2006

RE:

South Kentucky Rural Electric Cooperative Corporation

Case #2005-00450

RECIPIENT:

Anita Mitchell, Attorney, Public Service Commission

FAX NUMBER:

502-564-3460

FROM:

Darrell Saunders

# TOTAL NUMBER OF PAGES (INCLUDING COVER): 7

MESSAGE: I am sending copies of Exhibits C (existing and proposed rate charges) and D (publication notice) which appear to satisfy the requirements of 807 KAR 5:001 which was the subject of Mike Burford's letter of March 24, 2006. Exhibit C is referenced at numerical paragraph 10 of the application and Exhibit D at numerical paragraph 11. In particular, Exhibit C specifies separate columns for present rates and charges and proposed rates and charges. I realize we have added a column for the difference in the two which does not appear to be set forth in the regulation however I cannot see how that could cause a problem. Please review and advise if you believe further action is necessary. If not, I would appreciate receiving the Commission's recognition of the March 16, 2006 filing date so there will be do delay.

cc: Jeff Greer

1	South Ker	itucky Rural	Electric		Exhibit C
2	Case )	No. 2005-00	450	1	page 1 of 3
3	Existing and Pr	oposed Rates	and Charges		: Jim Adkins
4	A.	igust 31, 2005			
5 6					
7					
8	Rates	Present	Proposed	Difference	
9	•	•	•		
10	A. Residential, Farm and Non	-Farm Servio	æ		
11	Customer charge	\$5.60	\$8.00	\$2.40	
12	Energy charge	\$0.06111	\$0.06461	\$0.00350	
13					
14	Energy charge per ETS	\$0.03667	\$0.03877	\$0.00210	
15					
16	B. Small Commerical Rate				
17	Customer charge	\$6.70	\$15.00	\$8.30	
18	Energy charge	\$0.06658	\$0.07492	\$0.00834	
19					
20	Energy charge per ETS	\$0.03995	\$0.04495	\$0.00500	·
21					
22	LP, Large Power Rate				
23	Customer charge	\$11.20	\$30.00	\$18.80	
24	Demand charge	\$6.00	\$6.00	\$0.00	
25	Energy charge	\$0.04156	\$0.04156	\$0.00000	
26					
27	LP-3, Large Power Rate (500	kw to 2,999 )	CEX.)		
28	Metering charge	\$125.00	\$125.00	\$0.00	
29	Substation charge	\$315.00	\$315.00	\$0.00	
30	Substation charge	\$944.00	\$944.00	\$0.00	
31	Demand charge				
32	Contract demand	\$5.39	\$5.3 <del>9</del>	00.02	
33	Excess demand	\$7.82	\$7.82	\$0.00	
34	Interuptible discount	(\$3.15)	(\$3.15)	\$0.00	
35	Energy charge	\$0,03232	\$0.03459	\$0.00227	
36	-				
37	OPS, Optional Power Service				
38	Customer charge	\$11.20	\$30.00	\$18.80	
39	Energy charge	\$0.07315	\$0.07699	\$0.00384	
40	· · · · · · · · · · · · · · · · · · ·				

Exhibit C page 2 of 3

South Kentucky Rural Electric Case No. 2005-00450 2 Existing and Proposed Rates and Charges August 31, 2005 5 Difference Present Proposed Rates q 41 OL, Outdoor Lighting Service 42 Mercury Vapor - 7,000 - 10,000 43 \$4.63 \$6.48 \$1.85 Metered 44 \$8.29 \$2.37 \$5.92 Unmetered 45 Directional Flood Light, w/ bracket 46 250 Watt Sodium 47 \$5.88 \$8.23 \$2.35 Metered 48 \$3.76 \$9.39 \$13.15 Unmetered 49 250 Watt Metal Halide 50 \$6.55 \$9.17 \$2.62 Metered 51 \$10.24 \$14.34 \$4.10 Unmetered 53 400 Watt Metal Halide 53 \$9.17 \$2.62 Metered \$6.55 54 \$12.53 \$17.54 \$5.01 Unmetered 55 1,000 Watt Metal Halide 56 \$2.92 \$7.31 \$10.23 Metered 57 \$21,49 \$30.09 \$8.60 Unmetered 58 59 60 STL, Street Lighting \$6.30 \$2.10 \$4.20 Mercury Vapor - 7,000 - 10,000 61 \$9.95 Mercury Vapor - 15,000 - 28,000 \$6.63 \$3.32 62 63 DSTL. Decorative Street Lighting 64 HPS Cobra Head on existing pole: 65 7,000 - 10,000 lumens 66 \$8.45 \$0.77 Metered \$7.68 67 \$9.02 \$9.92 \$0.90 Unmetered 68 15,000 - 28,000 lumens 69 \$0.83 Metered \$8.28 \$9.11 70 \$11.70 \$12.87 \$1.17 Unmetered 71 HPS Cobra Head on aluminum pole: 72 7,000 - 10,000 lumens 73 \$14.64 \$1.33 Metered \$13.31 74 \$16.12 \$1.47 Unmetered \$14,65 75 15,000 - 28,000 lumens 76 Metered \$13.31 \$14.64 \$1.33 77 \$1.67

\$16,73

Unmetered

78

\$18.40

South Kentucky Rural Electric Case No. 2005-00450
Existing and Proposed Rates and Charges

August 31, 2005

Exhlbit C page 3 of 3

2

118

0				
7	Batas	Dennest	Dromonad	Difference
8	Rates	Present	Proposed	Difference
9	Lexington Light on aluminum	nola:		
79	7,000 - 10,000 lumens	pote.		
80	Matered	\$8.23	\$9.05	\$0.82
81	Unmetered	\$9.57	\$10.53	\$0.96
82	Acom Light on aluminum pole		Ψ.υ.,,,	\$0.70
8.3	7,000 - 10,000 lumens	••		
84 85	Metered	\$18.46	\$20.31	\$1.85
	Unmetered	\$19.80	\$21.78	\$1.98
86	Metal Halide Lamp:	<b>41</b> 7.40	Q.2, U	01.70
87	100 Watt Acorn	•		
28 89	Metered	\$6.37	\$7.01	\$0.64
	Unmetered	\$7.95	\$8.75	\$0.80
90 91	14' Smooth Black Pole	\$9.47	\$10.42	\$0.95
	14' Fluted Pole	\$12.26	\$13.49	\$1.23
92	100 Watt Lexington	J , Z . Z O	W1(*)	W1,23
9] 94	Metered	\$4.65	\$5.12	\$0.47
94 95	Unmetered	\$6.23	\$6,85	\$0.62
96 96	14' Smooth Black Pole	\$9.47	\$10.42	\$0.95
97	14' Fluted Pole	\$12.26	\$13.49	\$1.23
98	400 Watt Galleria	9,12,00	012	
99	Metered	\$10.03	\$11.03	\$1.00
100	Unmetered	\$16.01	\$17.61	\$1.60
101	1,000 Watt Metal halide	\$21.49	\$23.64	\$2.15
102	1,000 Watt Victar Hands	Q=2(1)	<b>42</b> 2,0	<i>42.</i> 10
102	Metered	\$11.72	\$12.89	\$1.17
104	Unmetered	\$25.90	\$28.49	\$2.59
105	30' Square Street pole	\$14.05	\$15,46	\$1.41
106	250 Watt Cobra Head w/ 30'	\$18.50	\$20.3 <i>5</i>	\$1.85
107	400 Watt Cobra head Mercury		<u> </u>	<b>.</b>
108	8' Arm	- mp - 4		
109	Metered	\$7.26	\$7.99	\$0.73
110	Unmetered	\$13.24	\$14.56	\$1.32
111	12' Arm	<b>4.5.</b> ~		
112	Metered	\$9.75	\$10.73	\$0.98
113	Unmetered	\$15.73	\$17.30	\$1.57
114	16' Arm	Ψ10.75	<b>4.</b> 7, <b>5</b>	<b>41.5</b> ,
115	Metered	\$10.52	\$11,57	\$1.05
116	Unmetered	\$16.50	\$18.15	\$1.65
117	30' Aluminum Pole	\$21,42	\$23.56	\$2.14
117	20 Trimitmum ( Oro	ایم سعرتها		~~~~

Exhibit D page 1 of 3

#### Official Notice

South Kentucky Rural Electric Cooperative Corporation, with its principal office at Somerset, Kentucky and with its address at 925 N. Main Street, Somerset. Kentucky 42503, intends to file with the Kantucky Public Service Commission in Case No. 2005-00450 an application to adjust its retail rates and charges. This adjustment will result in a general rate increase to the member-consumers of South Kentucky Rural Electric Cooperative Corporation.

The rates proposed in this application are the rates proposed by South Kentucky Rural Electric Cooperative Corporation. However, the Kentucky Public Service Commission may order rates to be charged that differ from these proposed rates. Such action may result in rates for consumers other than the rates in this application.

Any corporation, association, body politic or person may by motion within thirty (30) days after publication or mailing of notice of the proposed rate changes request leave to intervene. The motion shall be submitted to the Public Service Commission, 211 Sower Boulevard, P.O. Box, 615, Frankfort, Kentucky 40602, and shall set forth the grounds for the request including the status and interest of the party. A copy of the application and testimony shall be available for public inspection at South Kentucky Rural Electric's offices.

South Kentucky Rural Electric Cooperative Corporation's last increase was in 1989, 17 years ago. The time has come to adjust the rates, and this process began by having an extensive cost of service study on each rate classification. The amount and percent of increase, based on the study, are listed below:

	<u>Increa:</u>	<u>se</u>
Rate Class_	<u>Dollar</u>	Parcent
Schedule A		
Residential, Farm and Non-Farm Service	\$4,051,768	9%
Schedule A		
Off Peak Heating Rate	\$24,082	6%
Schedule B		
Small Commercial Rate	\$850,383	20%
Schedule B		
Off Peak Heating Rate	\$67	13%
Schedule LP		
Large Power Rate	\$52,866	1%
Schadule LP - 3		
Large Power Rate (500 kw to 2,999 kw)	\$105,142	5%
Schedule OPS		
Optional Power Service	\$98,261	8%
Schedule OL		
Outdoor Lighting Service	<b>\$</b> 657,903	40%
Schedule STL		
Street Lighting	\$19,426	50%
Schedule DSTL		
Decorative Street Lighting	\$3,305	10%

Exhibit D page 2 of 3

The effect of the proposed raise on the average monthly bill by rate class are listed bolow.		
Rain Class	<u>Increassa</u> Dollar Parseni	
Schedule A		
Residential, Farm and Non-Form Service Schedule 8	\$5 50	₽°4
Small Commercial Rate	\$1992	20%
Schedula LP Large Power Rate	\$18.80	1%
Schedule LP - 3	r. 350 35	Cts
Large Power Rate (500 kw to 2,989 kw) Schedule OPS	\$1,75236	5%
Opliand Power Service	SSA 28	8%
Schedule OL Mercury Vapor - 7,000 + 10,000		
Melered	\$1.05	40%
Unmetered Directional Flood Light, wr bracket	\$2.37	40%
ZSO Wan Socium	24.1¢	- 841
Motered Unmeldrati	S2 35 83 76	40% 40%
250 Wan Malal Halide		
Matered Unmalared	\$2.52 \$4.10	40% 40%
400 Wall Melai Halide		
Metered Unmelares	\$2,62 \$5.01	40% 40%
1,000 Watt Metal Halids	Ψ	
Melered	\$2.92 38.60	40% 40%
Unmeleres Schedule STL	40.0v	40%
Mercury Vepor - 7,000 - 10,000	\$2.10	50% 50%
Mercury Vsppr - 15,000 - 26,000 Schedule OSTL	\$3.32	30 m
HPS Cobro Hand on existing pole.		
7,000 - 10,000 lumens Matered	\$0.77	10%
Unmalered	\$0.90	10%
15,000 28,000 lumens Materod	50,83	10%
Unmetered	\$1.17	10%
HPS Cobra Head on aluminum pole:		
7.000 - 10,000 lumens Metered	\$1,33	10%
Unmetered	\$1.47	10%
15,000 - 28,000 lumens Metered	\$1,33	10%
Unmarerod	\$1.67	10%
Lexington Light on Biuminum pala: 7,000 - 10,000 iumens		
Malarad	20.05	10%
Unmalered	\$0.95	10%
Acom Lighi an aluminum pole: 7,000 - 10,000 lumens		
Metered	\$1.8\$ \$1.88	10% 10%
Unmeterod Mawi Halide Lamp.	91,20	3 0 10
100 Watt Acom	en es	10%
Materad Unmaterad	\$0.64 \$0.80	10%
14' Smooth Black Pole	\$0.95	10%
14° Flujed Pole 100 Watt Lexington	\$1.23	10%
Melerad	50.47	10%
Unmetered 14' Smooth Black Pole	\$0.02 \$0.05	10% 10%
14' Fluied Pols	\$1.23	10%
400 Wan Galleria	C . 40	10%
Metered . Unmatered	\$1,00 \$1.60	10%
ebilen leteM ricW 000,1	52.15	10%
1,000 Watt Galleria Metered	\$1.17	10%
Unmalered	52.50	10%
30' Square Street pole 250 Walt Cabra Head w/ 30' Aluminum pole	\$1.41 \$1.05	10% 10%
400 Wati Cobra head Mercury Vapor w/	ψ1,22	
8' Arm Majarad	\$0,73	10%
Unmetered	\$1.32	10%
12' Arm	50 98	10%
Malored Unmelered	\$1,57	10%
16' Arm	\$1,03	10%
Malerad Unmelared	\$1.65	10%
	\$2 14	10%

Exhibit D page 3 of 3

Rate Class	Present	Proposed
ichudule A		•••••
instante a Instante a	\$5 60	20 00
Conroy church		\$0 04431
Energy chàrge der 675 Schijoulo B	50 03687	יים ויט פב
Englasher criniqe	55 70	#15 CO
nargy charge	50 05638	
inergy charge per ETS Schodulg LP	S0 00995	26 Over23
Shelowat cuards	311.20	\$30 00
Jemano charșe	56 00	S5 00
inergy charge Ichedule LP3	\$0 02 156	20 04:20
Agiening charge	\$125.00	\$125.00
agranon charge	\$315.00	2011 00 2312 00
iupisalan araga Bemand craya	2011 00	204s Ah
Contract demand	\$5.39	35 DB
ביותחות הפעבים	\$7 52 (\$3 15)	57 82 (SJ 19)
maruphole discount Indigy charge	\$0 03232	
chedule OFS		
lustamar charge	\$11.70 \$2.07215	\$30 00 \$0.070.02
nergy charge lenedule OL	20 01212	20,01000
Meiguty Vapor - 7 000 - 10,000		** . *
Melered	§4 63	\$6.48
Uninfinited Directional Fisco Light, w/ bracket	55 P2	¥8 20
250 Wati Scalum		
Majajaja	\$5 88 \$9 39	\$8,23 \$13.15
Unmatored 250 Walt Metal Hebde		<b>*</b> · · · · ·
мөлдгөй	\$8 55	59 17 \$14 04
Unmeisted 400 Wall Mele) rishde	\$10.24	\$14 J#
Melered	\$6 55	\$9,17
Unnialpied	\$12.53	\$17.5#
1,000 Wali Meul Halde Majajah	\$7 J1	\$10.23
NUVI eleted	\$21.49	\$20 02
ichadule STL	e 2 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7	0C 32
forcury Vapor - 7.000 - 10,000 forcury Vapor - 13,000 - 28,000	54 20 55 53	10 05 10 05
ichadule DSTL		-
IPS Gobra Head on existing pole;		
7,000 + 10,000 limion4 Materad	\$7 68	\$8 43
Unmalered	59 02	\$9.92
13,000 - 25,000 limens	38 29	55 11
Malered Unmelared	\$11.70	\$12.07
PS Copra Head on aluminum pole:		
7,000 - 10,000 iumens	£10.31	\$14 64
Miniered Uningleted	\$14 Q5	\$10.12
15,000 - 28,000 lumans		4.1 ***
Mejerad	\$13,31 \$18,73	\$14 B4 \$18,40
evington Light on Birminum pola.	270,10	w 1 sejer¥
7,000 - 10,000 lumens	era en	<b>7</b> 0.05
Majered Deselement	58 23 59 97	39.05 510,53
corn Light on Hominum pole:	WP 71	314,44
7,000 - 10,000 lumens	prd - a	ena n.
Mulered Unmelered	\$18 46 \$19,80	\$29.31 \$21.78
Uninciproo felal Malide Lamp.	410,00	WE III W
100 Wull Acoin		m7.04
Motered	\$6 37 \$7 95	£7 01 \$8 75
Unitrated 14' Smooth Block Pale	50 47	\$10.42
14' Fluten Pole	\$17.26	\$13.49
100 Wali Lewington	54 85	\$5 12
Mniores Uninejered	\$6 23	\$5 12 \$6 85
14' Smooin Black Pola	50 47	\$10,42
14' Flying Pole	\$12.26	113 40
490 Wall Galleria Molerna	\$10.03	§11 03
Unmelarad	510 01	517 01
1 000 Wali Maial halide	\$21 40	\$53 gu
1,000 Watt Galleto Malared	\$11.72	512 80
Unmalared	\$25 80	\$28 40
30' Square Sirect pole	514 65 818 50	\$1 <i>5,4\$</i> \$20.35
SO WALL CODIS HADO W/ 38' AlUMINUM SOLE	a 10 20	at A n ∩
8' Arm		
Melarna Uninglarad	\$7.26 \$13.24	\$7 0 B \$1 K 5 B
12" A(III		
Materad	\$9.75 \$15.73	\$10.73 \$17.30
Un/hildgred 15' Arm	a10 (3	211 34
Maiered	\$10 52	511 57
Uningland	\$10.50	\$10 15