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March 31, 2009

RECEIVED

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PUBLIC SERVICE
COMMISSION

HAND DELIVERED

Mr. Jeff Derouen, Executive Director
Public Service Commission
211 Sower Boulevard
Frankfort, Kentucky 40602

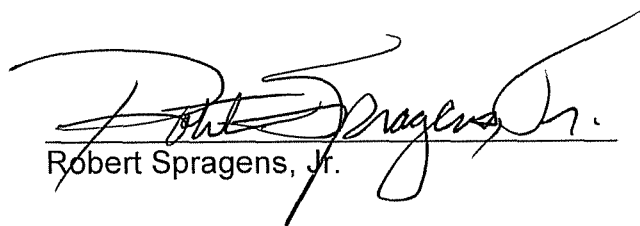
Re: PSC Case No. 2008-00128
Taylor County Rural Electric
Cooperative Corporation

Pursuant to Commission Order in Case No. 2008-00128, dated August 20, 2008,
attached for filing is an original and six copies of an update to Taylor County RECC's
Tariff for Qualified Cogeneration and Small Power Production Facilities.

With kind regards, I remain,

Very truly yours,

SPRAGENS & HIGDON, P.S.C.


Robert Spragens, Jr.

RS,JR:js
Enclosures

Taylor County Rural Electric
 Cooperative Corp.
 Name of Issuing Corporation

For All Territory Served
 PSC KY No. _____
 SHEET No. 123
 Canceling PSC KY No. _____
 Revised Sheet No. 123

COGENERATION AND SMALL POWER PRODUCTION
 POWER PURCHASE RATE SCHEDULE OVER 100 kW

AVAILABILITY

Available only to qualified cogeneration or small power production facilities with a design capacity of over 100 kW which have executed a contract with Taylor County RECC and East Kentucky Power Cooperative, Inc. ("EKPC") for the purchase of electric power by EKPC.

RATES

The rates set forth below shall be used as the basis for negotiating a final purchase rate with qualifying facilities pursuant to Section 7 of 807 KAR 5:054.

1. Capacity

- a. 50.36 per kW per year is applicable if cogenerator or small power producer is dispatched by EKPC.
- b. .05851 per kWh is applicable if cogenerator or small power producer is not dispatched by EKPC.

2. Energy – A base payment per kWh is listed below for a time-differentiated basis or a non-time differentiated basis for the specified years.

a. Time Differentiated Rates:

Year	Winter		Summer	
	On-Peak	Off-Peak	On-Peak	Off-Peak
2009	\$0.06185	\$0.04866	\$0.05010	\$0.02755
2010	\$0.06360	\$0.04895	\$0.05801	\$0.03125
2011	\$0.06471	\$0.05037	\$0.06050	\$0.03358
2012	\$0.07310	\$0.05610	\$0.06526	\$0.03541
2013	\$0.06613	\$0.04911	\$0.07532	\$0.04113

b. Non-Time Differentiated Rates:

Year	2009	2010	2011	2012	2013
Rate	\$0.04876	\$0.05186	\$0.05361	\$0.05916	\$0.05847

Date of Issue: March 31, 2009 Date Effective: June 1, 2009

Issued By: *Dany L. Hays* Title: Manager
 (Name of Officer)

Issued by authority of an Order of the Public Service Commission of Kentucky in
 Case No. 2008-00128 Dated August 20, 2008

Taylor County Rural Electric
Cooperative Corp.
Name of Issuing Corporation

For All Territory Served
PSC KY No. _____
SHEET No. 124
Canceling PSC KY No. _____
Revised Sheet NO. 124

The on-peak and off-peak energy rates are applicable during the hours listed below for each season:

Winter (October-April)

On-Peak 7:00 a.m. – 12:00 noon
5:00 p.m. – 10:00 p.m.

Off-Peak 12:00 noon – 5:00 p.m.
10:00 p.m. – 7:00 a.m.

Summer (May-September)


On-Peak 10:00 a.m. – 10:00 p.m.

Off-Peak 10:00 p.m. – 10:00 a.m.

TERMS AND CONDITIONS

1. All power from a Qualifying Facility (QF) will be sold only to EKPC.
2. Seller must provide good quality electric power within a reasonable range of voltage, frequency, flicker, harmonic currents, and power factor.
3. Qualifying Facility (QF) shall provide reasonable protection for EKPC and Taylor County RECC.
4. Qualifying Facility (QF) shall design, construct, install, own, operate, and maintain the Qualifying Facility in accordance with all applicable codes, laws, regulations, and generally accepted utility practices.
5. Qualifying Facility shall reimburse EKPC and Taylor County RECC for all costs incurred as a result of interconnecting with the QF, including operation, maintenance, administration, and billing.

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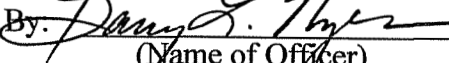
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Cooperative Corp.
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For All Territory Served
PSC KY No. _____
SHEET No. 125
Canceling PSC KY NO. _____
Revised Sheet No. 125

6. Qualifying Facility shall obtain insurance in the following minimum amounts for each occurrence:
 - a. Public Liability for bodily Injury - \$1,000,000.00
 - b. Property Damage - \$500,000.00
7. Initial contract term shall be for a minimum of five years
8. Qualifying Facilities proposing to supply as available (non-firm) electric power shall not be entitled to a capacity payment.
9. Qualifying cogeneration and small power production facilities must meet the definition set forth in 807 KAR 5:054 to be eligible for this tariff.
10. Updated rates will be filed with the Public Service Commission of Kentucky by March 31 of each year.

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