#### SHEEHAN, BARNETT, DEAN & PENNINGTON, P.S.C.

ATTORNEYS AT LAW

114 SOUTH FOURTH STREET
P.O. BOX 1517

DANVILLE, KENTUCKY 40423-1517

Telephone (859) 236-2641

Fax Number (859) 236-1483

RECEIVED

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PUBLIC SERVICE COMMISSION

OF COUNSEL

JAMES G SHEEHAN, JR

ELIZABETH G NICKELS

JAMES WILLIAM BARNETT

JAMES HADDEN DEAN

HENRY VINCENT PENNINGTON, III

RAMONA C LITTLE

October 31, 2008

Ms. Stephanie Stumbo Executive Director Public Service Commission 211 Sower Boulevard Frankfort, KY 40602

Re: Inter-County Energy Cooperative Corporation Pass-Through of East Kentucky Power Cooperative, Inc. Wholesale Rate Adjustment PSC Case No. 2008-00417

Dear Ms. Stumbo:

Inter-County Energy Cooperative Corporation ("Inter-County Energy") hereby submits to the Public Service Commission (the "Commission"), its Proposed Tariffs and other information required by 807 KAR 5:007 in regard to the pass-through of any wholesale rate adjustment granted to East Kentucky Power Cooperative, Inc., ("EKPC") in PSC Case No. 2008-00409. This filing includes the following:

- 1. Inter-County Energy Proposed Tariffs are attached as Exhibit 1.
- 2. The name and filing address of the filing cooperative is:

Inter-County Energy Cooperative Corporation P. O. Box 87
Danville, KY 40423-0087

- 3. In accordance with the provisions of KRS 278.455(2), Inter-County Energy hereby states that the effects of the increase in rates from its wholesale supplier, EKPC, are being passed through to its retail tariffs on a proportional basis and that the rate design structure proposed for each retail rate schedule does not change the rate design currently in effect.
- 4. A comparison of the current and proposed rates of Inter-County Energy is attached as Exhibit 2.
- 5. Attached as Exhibit 3 is a billing analysis which shows the existing and proposed rates for each rate class.

- 6. Inter-County Energy recognizes that this pass-through will only apply to rates effective dated December 1, 2008, and does not apply to any future EKPC rate design changes that may be approved by the Commission.
- 7. A certification that an original and five (5) copies of this filing have been filed with the Office of Rate Intervention, Office of the Attorney General, is attached as Exhibit 4.
- 8. Notice of the proposed rate change has been given, not more than thirty (30) days prior to October 31, 2008, by publication in a newspaper of general circulation in the affected area of Inter-County Energy. A copy of this notice is attached as Exhibit 5.

Inter-County Energy hereby requests that the Commission accept this filing and allow the passthrough to its retail rates of the wholesale rate adjustment granted to EKPC as of the effective date of such adjustment.

Respectfully submitted,

INTER-COUNTY ENERGY COOPERATIVE

JAMES WILLIAM BARNETT

Sheehan, Barnett, Dean & Pennington, P.S.C. Attorneys for Inter-County Energy Cooperative



### EXHIBIT 1 Page 1 of 13

	FOR ENTIRE TERRITORY SERVED  Community, Town or City	
	P.S.C. KY. NO7	
	REVISION #28 SHEET NO. 1	
INTER-COUNTY ENERGY	CANCELLING P.S.C. KY. NO. 7	
(Name of Utility)	REVISION #27 SHEET NO. 1	

### RATES FOR FARM AND HOME SERVICE SCHEDULE 1

**CLASSIFICATION OF SERVICE** 

#### APPLICABLE

In all territory served by the seller.

#### **AVAILABILITY**

Effective July 1, 2004, this Schedule is available to customers for all uses in the home and on the farm. All electric service is subject to the established rules and regulations of the seller. Customers served under Schedule 1 prior to July 1, 2004, shall remain on Schedule 1 and will be subject to the availability of service conditions set forth in the Tariff immediately prior to July 1, 2004.

#### TYPE OF SERVICE

Single phase and three phase where available, at available voltages.

#### **MONTHLY RATE**

Customer Charge	\$8.70 per meter per month	<b>(I)</b>
All kWh Per Month	\$0.08714	<b>(I)</b>

#### **MINIMUM CHARGES**

The minimum monthly charge under the above rate shall be \$8.70. (I)

#### **SPECIAL RULES**

Approval of the cooperative must be obtained prior to the installation of any motor having a rated capacity of 10 HP or more.

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***************************************	Month / Date / Year	
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	(Signature of Officer)	
TITLE	President/CEO	

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#### FOR ENTIRE TERRITORY SERVED

Community, Town or City

	P.S.C. KY. NO.	7
	REVISION #11_SHEET NO	1A
INTER-COUNTY ENERGY	CANCELLING P.S.C. KY. NO	7
(Name of Utility)	<u>REVISION #10</u> SHEET NO	1A
CLA	SSIFICATION OF SERVICE	

#### SCHEDULE 1-A FARM AND HOME MARKETING RATE (ETS)

#### AVAILABILITY OF SERVICE

This special marketing rate is available for specific marketing programs as approved by Inter-County Energy's Board of Directors. The electric power furnished under this marketing program shall be separately metered for each point of delivery and is applicable during the below off-peak hours. This rate is available to customers already receiving service under the Schedule 1, Farm and Home Service Rate. This marketing rate applies only to programs which are expressly approved by the Kentucky Public Service Commission to be offered under the Marketing Rate of East Kentucky Power Cooperative's Wholesale Power Rate Schedule E, the second (lower) energy rate.

MONTHS

OFF PEAK HOURS - PREVAILING TIME

May through September

10:00 PM to 10:00 AM

October through April

12:00 Noon to 5:00 PM 10:00 PM to 7:00 AM

#### **RATES**

The energy rate for this program is listed below:

All kWh

\$0.05228

**(I)** 

#### TERMS OF PAYMENT

The customer's bill will be due the first day of each month. In the event the current monthly bill is not paid within fifteen (15) days from the issuance of the bill, ten percent (10%) shall be added to the bill.

#### FUEL ADJUSTMENT CLAUSE

All rates are applicable to the fuel adjustment clause and may be increased or decreased by an amount per kWh equal to the fuel adjustment amount per kWh as billed by the wholesale power supplier plus an allowance for line losses. The allowance for line losses will not exceed ten percent (10%) and is based on a twelve (12) month moving average of such losses. This fuel clause is subject to all other applicable provisions as set out in 807 KAR 5:056.

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	(Signature of Officer)	
TITLE	President/CEO	

### EXHIBIT 1 Page 3 of 13

FOR ENTIRE TERRITORY SERVED

	Community, Town or City	
	P.S.C. KY. NO	4100
	REVISION #28 SHEET NO. 3	
INTER-COUNTY ENERGY	CANCELLING P.S.C. KY. NO7	
(Name of Utility)	REVISION #27 SHEET NO. 3	
	CLASSIFICATION OF SERVICE	

#### SMALL COMMERCIAL AND SMALL POWER SCHEDULE 2

#### **APPLICABLE**

In all territory served by the seller.

#### **AVAILABILITY**

Available to customers for single phase and three-phase commercial and industrial loads whose kilowatt demand is less than 50 kW for lighting and/or heating and/or power. Effective July 1, 2004, Schedule 2 will be available to churches and community buildings. All electric service is subject to the established rules and regulations of the seller.

#### **TYPE OF SERVICE**

Single phase and three phase where available, 60 Hz at available secondary voltage.

#### **CHARACTER OF SERVICE**

The electric service furnished under this rate schedule will be 60 Hz, alternating current, single phase or three phase service, present facilities permitting, and at the following nominal voltages: single phase 120, 120/240, 480, 240/480 volts; three phase 120/240, 120/208Y, 240/480, 277/480Y volts.

	MONTHLY RATE	
Demand Charge	\$4.40 per kW in excess of 10 kW per month	<b>(I)</b>
Customer Charge	\$6.08 per meter per month	<b>(I)</b>
All kWh Per Month	\$0.08245 per kWh	<b>(I)</b>

The Customer charge is without kWh usage. All kWh usage is billed at rates set forth above.

#### MINIMUM MONTHLY CHARGE

The minimum monthly charge under the above rate shall be \$6.08 (I)

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TITLE	President/CEO	

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	FOR ENTIRE TERRITORY SERVED  Community, Town or City	
	P.S.C. KY. NO	
	REVISION #26 SHEET NO. 6	
INTER-COUNTY ENERGY	CANCELLING P.S.C. KY. NO. 7	
(Name of Utility)	REVISION #25 SHEET NO. 6	

#### CLASSIFICATION OF SERVICE

#### LARGE POWER RATE (LPR) SCHEDULE 4

#### **APPLICABLE**

In all territory served by the seller.

#### **AVAILABILITY**

Available to all commercial and industrial customers whose kilowatt demand shall exceed 50 kW for lighting and/or heating and/or power.

#### **CONDITIONS**

An "Agreement for Electric Service" shall be executed by the customer for service under this schedule.

#### **CHARACTER OF SERVICE**

The electric service furnished under this rate schedule will be 60 Hz, alternating current, single phase or three phase service, present facilities permitting, and at the following nominal voltages: single phase 120, 120/240, 480, 240/480 volts; three phase 120/240, 120/208Y, 240/480, 277/480Y volts.

Demand Charge	\$4.40 per month per kW of billing demand	<b>(I)</b>
Customer Charge	\$12.16 per meter per month	<b>(I)</b>
All kWh per month	\$0.06885 per kWh	<b>(I)</b>

The Customer Charge does not allow for kWh usage. All kWh usage is billed at the above rate.

#### **DETERMINATION OF BILLING DEMAND**

The billing demand shall be the maximum kilowatt demand established by the customer for any period of fifteen consecutive minutes during the month for with the bill is rendered, as

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TITLE	President/CEO	

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FOR ENTIRE TERRITORY SERVED

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#### **CLASSIFICATION OF SERVICE**

#### ALL ELECTRIC SCHOOLS (AES) SCHEDULE 5

#### **APPLICABLE**

In all territory served by the seller.

#### **AVAILABILITY**

Available to all public or non-profit private schools whose total energy requirements, including but not limited to heating, air conditioning, lighting and water heating is supplied by electricity furnished by the cooperative.

#### **CHARACTER OF SERVICE**

The electric service furnished under this rate schedule will be 60 Hz, alternating current, single phase or three phase service, present facilities permitting, and at the following nominal voltages: single phase 120, 120/240, 480, 240/480 volts; three phase 120/240, 120/208Y, 240/480, 277/480Y volts.

#### RATE

All Kilowatt Hours Per Month

\$0.07136 per kWh

**(I)** 

#### **MINIMUM CHARGE**

The minimum annual charge will be not less than \$16.00 per kVA of required transformer capacity as determined by the cooperative.

#### FUEL ADJUSTMENT CLAUSE

All rates are applicable to the fuel adjustment clause and may be increased or decreased by an amount per kWh equal to fuel adjustment amount per kWh as billed by the wholesale power supplier plus an allowance for line losses. The allowance for line losses will not exceed 10% and is based on a twelve-month moving average of such losses. This fuel clause is subject to all other applicable provisions as set forth in 807 KAR 5:056.

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TITLE	President/CEO	

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#### FOR ENTIRE TERRITORY SERVED

Community, Town or City

	P.S.C. KY. NO.	7
	REVISION #28 SHEET NO	10
INTER-COUNTY ENERGY (Name of Utility)	CANCELLING P.S.C. KY. NO	7
	REVISION #27 SHEET NO	10

#### **CLASSIFICATION OF SERVICE**

#### OUTDOOR LIGHTING SERVICE - SECURITY LIGHTS SCHEDULE 6

#### **AVAILABILITY**

Available to all customers of the cooperative for dusk to dawn outdoor lighting in close proximity to the existing overhead and underground 120/240 volt secondary voltage.

#### RATE PER LIGHT PER MONTH

107,800 Lumen Directional Floodlight	\$36.13 per lamp per month	<b>(I)</b>
50,000 Lumen Directional Floodlight	\$19.41 per lamp per month	<b>(I)</b>
27,500 Lumen Directional Floodlight	\$13.70 per lamp per month	(I)
27,500 Lumen Cobra Head	\$12.79 per lamp per month	<b>(I)</b>
9,500 Lumen Security Light	\$10.07 per lamp per month	(I)
7,000 Lumen Security Light	\$10.31 per lamp per month	(I)
4,000 Lumen Decorative Colonial Post	\$12.55 per lamp per month	<b>(I)</b>
9,550 Lumen Decorative Colonial Post	\$16.25 per lamp per month	(I)

#### **FUEL ADJUSTMENT CLAUSE**

All rates are applicable to the fuel adjustment clause and may be increased or decreased by an amount per kWh equal to the fuel adjustment amount per kWh as billed by the wholesale power supplier plus an allowance for line losses. The allowance for line losses will not exceed 10% and is based on a twelve-month moving average of such losses. This fuel clause is subject to all other applicable provisions as set forth in 807 KAR 5:056.

Estimated kWh consumptions are as follows:

107,800 Lumen Light - 360 kWh per month 50,000 Lumen Light - 159 kWh per month 27,500 Lumen Light - 87 kWh per month 9,500 Lumen Light - 39.3 kWh per month 7,000 Lumen Light - 77 kWh per month 4,000 Lumen Light - 20 kWh per month 9,550 Lumen Light - 38.3 kWh per month

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	(Signature of Officer)	
TITLE	President/CEO	

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### FOR ENTIRE TERRITORY SERVED Community Town or City

	Community, Town of City	
	P.S.C. KY. NO	7
	REVISION #15 SHEET NO.	30
INTER-COUNTY ENERGY (Name of Utility)	CANCELLING P.S.C. KY. NO	7
	REVISION #14 SHEET NO.	30
(Name of Utility)	REVISION #14_SHEET NO	30

#### **CLASSIFICATION OF SERVICE**

#### LARGE INDUSTRIAL RATE SCHEDULE IND B1

#### **APPLICABLE**

Applicable to contracts with demands of 500 to 4,999 kW with a monthly energy usage equal to or greater than 400 hours per kW of billing demand.

#### **MONTHLY RATE**

Customer Charge	\$586.07	<b>(I)</b>
Demand Charge	\$5.91 per kW of Contract Demand	<b>(I)</b>
Excess Demand Charge	\$8.57 per kW of Excess of Contract Demand	(I)
Energy Charge	\$0.04620 per kWh	<b>(I)</b>

#### **BILLING DEMAND**

The billing demand (Kilowatt Demand) shall be the contract demand plus any excess demand. Excess demand occurs when the ultimate customer's highest demand during the current month coincident with EKPC's system peak (coincident peak), exceeds the contract demand. EKPC's system the peak demand is highest average rate at which energy is used during any fifteen minute interval in the below listed hours for each month and adjusted for power factor as provided herein.

#### **MONTHS**

HOURS APPLICABLE FOR DEMAND BILLING - EST

October through April

7:00 AM to 12:00 Noon 5:00 PM to 10:00 PM 10:00 AM to 10:00 PM

May through September

#### **MINIMUM MONTHLY CHARGE**

The minimum monthly charge shall not be less than the sum of (a), (b), and (c) below:

(a) The product of the contract demand multiplied by the respective demand charges, plus

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ISSUED BY		
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TITLE	President/CEO	

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## FOR ENTIRE TERRITORY SERVED Community, Town or City

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	P.S.C. KY. NO	7
	REVISION #14 SHEET NO.	32
INTER-COUNTY ENERGY (Name of Utility)	CANCELLING P.S.C. KY. NO	7
	REVISION #13_SHEET NO	32

#### **CLASSIFICATION OF SERVICE**

#### LARGE INDUSTRIAL RATE SCHEDULE IND B2

#### **APPLICABLE**

Applicable to contracts with demand of 5,000 to 9,999 kW with a monthly energy usage equal to or greater than 400 hours per kW of contracts demand.

#### **MONTHLY RATE**

Customer Charge	\$1,171.05	(I)
Demand Charge	\$5.91 per kW of Contract Demand	(I)
Excess Demand Charge	\$8.57 per kW of Excess of Contract Demand	<b>(I)</b>
Energy Charge	\$0.04012 per kWh	<b>(I)</b>

#### **BILLING DEMAND**

The billing demand (Kilowatt Demand) shall be the contract demand plus any excess demand. Excess demand occurs when the ultimate customer's highest demand during the current month coincident with EKPC's system peak (coincident peak), exceeds the contract demand. EKPC's system peak demand is highest average rate at which energy is used during any fifteen minute interval in the below listed hours for each month and adjusted for power factor as provided herein.

### HOURS APPLICABLE MONTHS FOR DEMAND BILLING – EST

October through April 7:00 AM to 12:00 Noon 5:00 PM to 10:00 PM

May through September 10:00 AM to 10:00 PM

#### MINIMUM MONTHLY CHARGE

The minimum monthly charge shall not be less than the sum of (a), (b), and (c) below:

(a) The product of the contract demand multiplied by the respective demand charges, plus

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	(Signature of Officer)	
TITLE	President/CEO	

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#### FOR ENTIRE TERRITORY SERVED Community, Town or City

	P.S.C. KY. NO.	7
	REVISION #14 SHEET NO.	34
INTER-COUNTY ENERGY	CANCELLING P.S.C. KY. NO	7
(Name of Utility)	REVISION #13 SHEET NO	34

#### **CLASSIFICATION OF SERVICE**

#### LARGE INDUSTRIAL RATE SCHEDULE IND B3

#### **APPLICABLE**

Applicable to contracts with demand of 10,000 kW or greater with a monthly energy usage equal to or greater than 400 hours per kW of contracts demand.

#### **MONTHLY RATE**

Customer Charge	\$1,171.05	(I)
Demand Charge	\$5.91 per kW of Contract Demand	(I)
Excess Demand Charge	\$8.57 per kW of Excess of Contract Demand	(I)
Energy Charge	\$0.03902per kWh	<b>(I)</b>

HOURS APPLICABLE

#### **BILLING DEMAND**

The billing demand (Kilowatt Demand) shall be the contract demand plus any excess demand. Excess demand occurs when the ultimate customer's highest demand during the current month coincident with EKPC's system peak (coincident peak), exceeds the contract demand. EKPC's system peak demand is highest average rate at which energy is used during any fifteen minute interval in the below listed hours for each month and adjusted for power factor as provided herein.

#### **MONTHS**

FOR DEMAND BILLING - EST October through April 7:00 AM to 12:00 Noon

5:00 PM to 10:00 PM May through September 10:00 AM to 10:00 PM

#### MINIMUM MONTHLY CHARGE

The minimum monthly charge shall not be less than the sum of (a), (b), and (c) below:

(a) The product of the contract demand multiplied by the respective demand charges, plus

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ISSUED BY		
	(Signature of Officer)	
TITLE	President/CEO	

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### FOR ENTIRE TERRITORY SERVED Community, Town or City

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	P.S.C. KY. NO.	7
	REVISION #14 SHEET NO	36
INTER-COUNTY ENERGY	CANCELLING P.S.C. KY. NO	7
(Name of Utility)	REVISION #13 SHEET NO	36
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#### CLASSIFICATION OF SERVICE

#### LARGE INDUSTRIAL RATE SCHEDULE IND C1

#### APPLICABLE

Applicable to contracts with demands of 500 to 4,999 kW with a monthly energy usage equal to or greater than 400 hours per kW of billing demand.

#### **MONTHLY RATE**

Customer Charge	\$586.07	(I)
Demand Charge	\$5.91 per kW of Billing Demand	(I)
Energy Charge	\$.04595 per kWh	(I)

#### **BILLING DEMAND**

The monthly billing demand shall be the greater of (a) or (b) listed below:

- (a) The contract demand
- (b) The ultimate customer's highest demand during the current month or proceeding eleven months coincident with EKPC's system peak demand. EKPC's system peak demand is the highest average rate at which energy is used during any fifteen minute interval in the below listed hours for each month and adjusted for power factor as provided herein.

#### **MONTHS**

#### HOURS APPLICABLE FOR DEMAND BILLING – EST

October through April

7:00 AM to 12:00 Noon 5:00 PM to 10:00 PM 10:00 AM to 10:00PM

May through September

#### MINIMUM MONTHLY CHARGE

The minimum monthly charge shall not be less than the sum of (a), (b), and (c) below:

(a) The product of the billing demand multiplied by the respective demand charges, plus

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TITLE	President/CEO	

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### FOR ENTIRE TERRITORY SERVED

	Community, Town of City	
	P.S.C. KY. NO.	7
	REVISION #14 SHEET NO	38
INTER-COUNTY ENERGY	CANCELLING P.S.C. KY. NO	7
(Name of Utility)	REVISION #13 SHEET NO	38
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#### CLASSIFICATION OF SERVICE

#### LARGE INDUSTRIAL RATE SCHEDULE IND C2

#### **APPLICABLE**

Applicable to contracts with demands of 5,000 to 9,999 kW with a monthly energy usage equal to or greater than 400 hours per kW of billing demand.

#### **MONTHLY RATE**

Customer Charge	\$1,171.05	(I)
Demand Charge	\$5.91 per kW of Billing Demand	<b>(I)</b>
Energy Charge	\$.04048 per kWh	<b>(I)</b>

#### **BILLING DEMAND**

The monthly billing demand shall be the greater of (a) or (b) listed below:

- (a) The contract demand
- (b) The ultimate customer's highest demand during the current month or proceeding eleven months coincident with EKPC's system peak demand. EKPC's system peak demand is the highest average rate at which energy is used during any fifteen minute interval in the below listed hours for each month and adjusted for power factor as provided herein.

### MONTHS HOURS APPLICABLE FOR DEMAND BILLING – EST

October through April 7:00 AM to 12:00 Noon 5:00 PM to 10:00 PM May through September 10:00 AM to 10:00PM

#### **MINIMUM MONTHLY CHARGE**

The minimum monthly charge shall not be less than the sum of (a), (b), and (c) below:

(a) The product of the billing demand multiplied by the respective demand charges, plus

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ISSUED BY		
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TITLE	President/CEO	

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#### FOR ENTIRE TERRITORY SERVED

Community, Town or City

	<b>3</b> ,
	P.S.C. KY. NO
	REVISION #14 SHEET NO. 40
INTER-COUNTY ENERGY (Name of Utility)	CANCELLING P.S.C. KY. NO. 7
	REVISION #13 SHEET NO. 40
	CLASSIFICATION OF SERVICE

#### LARGE INDUSTRIAL RATE SCHEDULE IND C3

#### **APPLICABLE**

Applicable to contracts with demands of 10,000 kW or greater with a monthly energy usage equal to or greater than 400 hours per kW of billing demand.

#### **MONTHLY RATE**

Customer Charge	\$1,171.05	<b>(I)</b>
Demand Charge	\$5.91 per kW of Billing Demand	<b>(I)</b>
Energy Charge	\$.03938 per kWh	<b>(I)</b>

#### **BILLING DEMAND**

The monthly billing demand shall be the greater of (a) or (b) listed below:

- (a) The contract demand
- (b) The ultimate customer's highest demand during the current month or proceeding eleven months coincident with EKPC's system peak demand. EKPC's system peak demand is the highest average rate at which energy is used during any fifteen minute interval in the below listed hours for each month and adjusted for power factor as provided herein.

#### HOURS APPLICABLE FOR DEMAND BILLING - EST

**MONTHS** October through April

7:00 AM to 12:00 Noon 5:00 PM to 10:00 PM 10:00 AM to 10:00 PM

May through September

#### MINIMUM MONTHLY CHARGE

The minimum monthly charge shall not be less than the sum of (a), (b), and (c) below:

(a) The product of the billing demand multiplied by the respective demand charges, plus

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	FOR ENTIRE TERRITORY SERVED  Community, Town or City
	P.S.C. KY. NO7
	REVISION #2 SHEET NO. 44
INTER-COUNTY ENERGY (Name of Utility)	CANCELLING P.S.C. KY. NO. 7
(Name of Utility)	REVISION #1 SHEET NO. 44
CLASCIFICA	TION OF SEDVICE

### **INTERRUPTIBLE SERVICE**

#### **STANDARD RIDER**

This Interruptible Rate is a rider to Rate Schedule 4, IND B1, IND B2, IND B3, IND C1, IND C2, and IND C3.

#### **APPLICABLE**

In all territory served by the Cooperative.

#### **AVAILABILITY OF SERVICE**

This schedule shall be made available to any member where that member will contract for an interruptible demand of not less than 250 kW and not more than 20,000 kW, subject to a maximum number of hours of interruption per year and a notice period as listed below.

#### **MONTHLY RATE**

A monthly demand credit per kW is to be based on the following matrix:

#### **Annual Hours of Interruption**

Notice Minutes	<u>200</u>	<u>300</u>	<u>400</u>	
10	\$2.97	\$3.47	\$3.97	<b>(I)</b>
60	\$2.48	\$2.97	\$3.47	<b>(I)</b>

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ISSUED BY		
	(Signature of Officer)	
TITLE	President/CEO	

The present and proposed rates structures of Inter-County Energy Cooperative Corporation are listed below:

<u>Schedule</u>	Rate Class	Present Rates	Proposed Rates
1	Farm and Home Service		10000
-	Customer Charge per month	\$8.14	\$8.70
	Energy Charge per kWh	\$0.08157	\$0.08714
1-A	Firm and Home Marketing Rate (ETS)	<b>4010010</b> ,	Ψ0.00.7.1.
	Energy Charge per kWh	\$0.04894	\$0.05228
2	Small Commercial and Small Power	4	<b>4</b> 0.00 <b></b>
	Customer Charge per month	\$5.69	\$6.08
	Demand Charge (over 10 kW/Mo) per KW	\$4.12	\$4.40
	Energy Charge per kWh	\$0.07718	\$0.08245
4	Large Power Rate		
	Customer Charge per month	\$11.38	\$12.16
	Demand Charge per KW	\$4.12	\$4.40
	Energy Charge per kWh	\$0.06444	\$0.06885
5	All Electric Schools		
	Energy Charge per kWh	\$0.06679	\$0.07136
6	Outdoor Lighting Service – Security Lights		
	107,800 Lumen Directional Floodlight per month	\$33.82	\$36.13
	50,000 Lumen Directional Floodlight per month	\$18.17	\$19.41
	27,500 Lumen Directional Floodlight per month	\$12.82	\$13.70
	27,500 Lumen Cobra Head per month	\$11.97	\$12.79
	9,500 Lumen Security Light per month	\$9.43	\$10.07
	7,000 Lumen Security Light per month	\$9.65	\$10.31
	4,000 Lumen Decorative Colonial Post per month	\$11.75	\$12.55
	9,550 Lumen Decorative Colonial Post per month	\$15.21	\$16.25
B1	Large Industrial Rate		
	Customer Charge per month	\$548.56	\$586.07
	Contract Demand Charge	\$5.53	\$5.91
	Demand Charge Excess of Contract	\$8.02	\$8.57
	Energy Charge per month	\$0.04324	\$0.04620
B2	Large Industrial Rate		
	Customer Charge per month	\$1,096.09	\$1,171.05
	Contract Demand Charge per KW	\$5.53	\$5.91
	Demand Charge Excess of Contract per KW	\$8.02	\$8.57
	Energy Charge per kWh	\$0.03755	\$0.04012
В3	Large Industrial Rate	*****	
	Customer Charge per month	\$1096.09	\$1,171.05
	Contract Demand Charge per KW	\$5.53	\$5.91
	Demand Charge Excess of Contract per KW	\$8.02	\$8.57
G.1	Energy Charge per kWh	\$0.03652	\$0.03902
C1	Large Industrial Rate	Φ5.40.5¢	0.506.05
	Customer Charge per month	\$548.56	\$586.07
	Demand Rate per KW	\$5.53	\$5.91
	Energy Rate per kWh	\$0.04301	\$0.04595

#### EXHIBIT 2 Page 2 of 2

Schedule	Rate Class	Present Rates	Proposed Rates
C2	Large Industrial Rate		
	Customer Charge per month	\$1,096.09	\$1,171.05
	Demand Rate per KW	\$5.53	\$5.91
	Energy Rate per kWh	\$0.03789	\$0.04048
C3	Large Industrial Rate		
	Customer Charge per month	\$1,096.09	\$1,171.05
	Demand Rate per KW	\$5.53	\$5.91
	Energy Rate per kWh	\$0.03686	\$0.03938
	Interruptible Service Rider - Credit		
	10-Minute Interruption, 200 Hours	\$2.70	\$2.97
	10-Minute Interruption, 300 Hours	\$3.15	\$3.47
	10-Minute Interruption, 400 Hours	\$3.60	\$3.97
	60-Minute Interruption, 200 Hours	\$2.25	\$2.48
	60-Minute Interruption, 300 Hours	\$2.70	\$2.97
	60-Minute Interruption, 400 Hours	\$3.15	\$3.47



Inter-County Billing Analysis for the 12 months ended June 30, 2008

% Increase 6.83% 6.84% 6.83% 6.83% 6.84% 6.85% 6.79%	6.83%		2.68%
\$ Increase 2,229,824 3,053 121,860 115,482 14,585 191,316 63,665	2,739,785		2,739,785
% of  Total 81.39% 0.11% 4.45% 4.21% 0.53% 6.97% 0.00%	100.00%		
Proposed  Total 34,866,845 47,713 1,906,603 1,805,492 227,741 2,984,460 - 1,000,607	42,839,462	8,124,909	50,964,371
% of Total 81.39% 0.11% 4.45% 4.21% 0.53% 6.97% 2.34%	100.00%		
Existing  Total 32,637,021 44,660 1,784,743 1,690,010 213,156 2,793,144 -	40,099,677	8,124,909	48,224,586
Farm and Home Service Farm and Home Marketing Rate (ETS) Small commercial & Small Power Large Power Rate All Electric Schools Large Industrial Rate B1 (500 kW to 4,999 kW) Large Industrial Rate C1 (500 kW to 4,999 kW) Street/Security Lighting Outdoor Lighting		FAC and ES	

# Inter-County Energy Cooperative Billing Analysis for the 12 months ended June 30, 2008

Schedule 1 Farm and Home Service Rate Class A10-A19

				Ä	Existing			Proposed	pe		\$ Increase % Increase	Increase
	Actual Billing Data	Escalation %	Billing	Current	Annualized Revenues	% of Total	Billing Determinants	Proposed Rate	Annualized Revenues	% of Total		
					000000000000000000000000000000000000000	7 240	000 000	8 70	\$2 525 601	7.24%	\$162.567	6.88%
Customer Charge	286,800	1.22%	290,299	\$8.14	\$2,363,034	0.747.0	230,233	2	0000	!		
Energy charge per kWh												
All kWh per Month	362,796,874	2.30%	2.30% 371,141,202 \$0.08157	\$0.08157	30,273,988	92.76%	371,141,202	0.08714	32,341,244	92.76%	\$2,067,256	6.83%
Total from base rates				I	32,637,021	100.00%			34,866,845	100.00%	\$2,229,824	6.83%
Fuel adjustment Environmental surcharge				'	3,894,848 2,895,971			,	3,894,848			
Total revenues				ıı	\$39,427,840		1,278	II	\$41,657,664		\$2,229,824	5.66%
Average Bill					\$ 135.82				\$ 143.50		\$ 7.68	2.66%

				Û	Existing			Proposed	pes		\$ Increase   % Increase	% Increase
	Actual Billing Data	Escalation %	Billing Determinants	Current Rate	Annualized Revenues	% of Total	Billing Determinants	Proposed Rate	Annualized Revenues	% of Total		
Customer Charge	1,068	1.22%	1,081	\$8.14	\$8,800		1,081	8.70	\$9,405		\$605	6.88%
Energy charge per kWh	716,274	2.30%	732,748	732,748 \$0.04894	35,861	80.30%	732,748	0.05228	38,308	80.29%	\$2,447	6.82%
Total from base rates					44,660			1 1	47,713		\$3,053	6.84%
Fuel adjustment Environmental surcharge				,	7,375			ı	7,375			
Total revenues				d	\$55,587			II	\$58,640		\$3,053	5.49%
Average Bill					\$51.42				\$54.24		\$2.82	5.49%

Inter-County Energy Cooperative Billing Analysis for the 12 months ended June 30, 2008

Schedule 2 Small commercial & Small Power Rate B20; B25; B26; B28

				Ä	Existing			Proposed	peq		\$ Increase %	% Increase
	Actual Billing Data	Escalation %	Billing Determinants	Current Rate	Annualized Revenues	% of Total	Billing Determinants	Proposed Rate	Annualized Revenues	% of Total		
Customer Charge	14,976	1.49%	15,199	\$5.69 \$	86,483	4.85%	15,199	6.08	\$ 92,411	4.85%	\$5,928	6.85%
Demand Charge	21,284	1.50%	21,603	\$4.12	89,005	4.99%	21,603	4.40	95,054	4.99%	\$6,049	6.80%
Energy charge per kWh												
All kWh per Month	20,381,888	2.30%	20,850,671	\$0.07718	1,609,255	90.17%	20,850,671	0.08245	1,719,138	90.17%	\$109,883	6.83%
Total from base rates				l	1,784,743	100.00%			1,906,603	100.00%	\$121,860	6.83%
Fuel adjustment Environmental surcharge				1	104,060			1	104,060			
Total revenues				II	2,080,975			H	2,202,835		\$121,860	5.86%
Average Bill				93	\$ 136.91				\$ 144.93		\$ 8.02	5.86%

Schedule 4 Large Power Rate Rate C40; C45; C46

				EXI	Existing			Proposed	pes		\$ Increase   %	% Increase
	Actual Billing Data	Escalation %	Billing Determinants	Current Rate	Annualized Revenues	% of Total	Billing Determinants	Proposed Rate	Annualized Revenues	% of Total		
Customer Charge	1,236	0:00%	1,245	\$11.38	14,168	0.84%	1,245	12.16 \$	\$ 15,139	0.84%	\$971	6.85%
Demand Charge	88,800	1.50%	90,132	\$4.12	371,344	21.97%	90,132	4.40	396,581	21.97%	\$25,237	6.80%
Energy charge per kWh All KWh	19,788,473	2.30%	20,243,608	\$0.06444	1,304,498	77.19%	20,243,608	0.06885	1,393,772	77.20%	\$89,274	6.84%
Total from base rates					1,690,010	100.00%			1,805,492	100.00%	\$115,482	6.83%
Fuel adjustment Environmental surcharge				1	232,505			•	232,505			
Total revenues					2,120,422			"	2,235,904		\$115,482	5.45%
Average Bill				es es	1,703.15				\$ 1,795.91		\$ 92.76	5.45%

Inter-County Energy Cooperative Billing Analysis for the 12 months ended June 30, 2008

Schedule AES All Electric Schools Rate D50

Proposed 7.0 increase 7.0 increase	F
	Billing Proposed Annualized Determinants Rate Revenues
Billing	
% of Bill Determ	
Annualized % of Revenues Tota	
Current Rate	
Escalation Billing Second Determinants	
Actual Esca	Billing Data

Schedule B1	Large Industrial Rate (500 kW to 4,999 kW)	Rate B10
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				ă	Existing			Proposed	pes		\$ Increase %	% Increase
	Actual Billing Data	Escalation %	Billing Determinants	Current Rate	Annualized Revenues	% of Total	Billing Determinants	Proposed Rate	Annualized Revenues	% of Total		
Customer Charge	132	0.00%	132	\$548.56	\$72,410	2.59%	132	586.07	\$77,361	2.59%	\$4,951	6.84%
Demand charge Contract Excess Demand	73,713 8,937	1.50% 1.50%	74,819 9,071	\$5.53 \$8.02	\$413,747 \$72,750	14.81%	74,819 9,071	5.91 8.57	442,178 77,739	14.82% 2.60%	\$28,431 \$4,989	6.87% 6.86%
Energy Charge	50,508,894	2.30%	51,670,599	\$0.04324	2,234,237	79.99%	51,670,599	0.04620	2,387,182	79.99%	\$152,945	6.85%
Total Baseload Charges				1 1	\$2,793,144	100.00%			\$2,984,460	100.00%	\$191,316	6.85%
Fuel adjustment Environmental surcharge				ı	441,298 126,122			'	441,298 126,122			
Total Revenues				11	\$3,360,564			i.	\$3,551,880		\$191,316	5.69%
Average Bill					\$ 25,458.82				\$ 26,908.18		1,449.37	2.69%

Inter-County Energy Cooperative Billing Analysis for the 12 months ended June 30, 2008

Street Lighting and Security Lights Outdoor Lighting

\$ Increase   % Increase			6.83%	6.82%	6.86%	6.85%	6.79%	6.84%	6.81%		6.79%	%62.9
\$ Increase			1,028	2,249	2,549	1,841	53,042	407	2,549		63,665	\$ 0.68
	% of	Total	1.61%	3.52%	3.97%	2.87%	83.41%	0.63%	4.00%	0.00%	100.00%	
	Proposed   Annualized	Revenues	16,078	35,210	39,689	28,714	834,581	6,351	39,984	0	1,000,607	\$ 10.64
Proposed	Proposed	Rate	\$36.13	\$19.41	\$13.70	\$12.79	\$10.07	\$10.31	\$12.55	\$16.25		
Pro	Total kWh		160,200	288,426	252,039	195,315	3,257,105	47,432	63,720	0	4,264,237	
	Billing	Units	445	1,814	2,897	2,245	82,878	616	3,186	0	94,081	
	% of	Total	1.61%	3.52%	3.96%	2.87%	83.41%	0.63%	4.00%	0.00%	100.00%	
	Annualized	Revenues	\$15,049.90	\$32,960.38	\$37,139.54	\$26,872.65	\$781,539.54	\$5,944.40	\$37,435.50	\$0.00	\$936,941.91	\$9.96
Existing	Current	Rate							\$11.75			
l û	Total kWh		160,200	288.426	252,039	195,315	3.257.105	47.432	63,720		4,264,237	
	Billing	Units	445	1.814	2.897	2,245	82.878	616	3.186	0	94,081	
			107 800 Lymen Directional Floodlight	50 000 Lumen Directional Floodlight	22,500 Lumen Directional Floodlight	27 500 Lumen Cohra Head	o 500 Limen Security Light	7 000 Lumen Security Light	4 000 Lumen Decorative Colonial Post	9,550 Lumen Decorative Colonial Post		



#### INTER-COUNTY ENERGY COOPERATIVE CORPORATION

#### CASE NO. 2008-00417

I, Ann F. Wood, hereby certify that an original and five copies of the filing provided to the Kentucky Public Service Commission have been sent to the Office of Rate Intervention, Office of the Attorney General.

East Kentucky Power Cooperative, Inc.

ann F. Wood

Subscribed and sworn before me on this 31st day of October, 2008.

My Commission expires:

December 8, 2009

#### NOTICE OF PROPOSED RATE CHANGE

In accordance with the requirements of the Public Service Commission of the Commonwealth of Kentucky as set forth in 807 KAR 5:007, Section 3, of the Rules and Regulations of the Public Service Commission, notice is hereby given to the member consumers of Inter-County Energy Cooperative Corporation of a proposed rate adjustment. An Application for Approval of Adjustment to Rates will be filed with the Public Service Commission on October 31, 2008, Case No. 2008-00417. The rates are being revised to reflect a change in wholesale rates pursuant to KRS 278.455(2). This adjustment will result in a general rate increase to the member-consumers of Inter-County Energy Cooperative Corporation. The amount and percent of increase by rate class are listed below.

<u>Schedule</u>	Rate Class	<u>Increase</u>	<u>Percent</u>
1	Farm and Home Service	\$2,229,824	5.66%
1-A	Firm and Home Marketing Rate (ETS)	\$3,053	5.49%
2	Small Commercial and Small Power	\$121,860	5.86%
4	Large Power Rate	\$115,482	5.45%
5	All Electric Schools	\$14,585	6.02%
6	Outdoor Lighting Service – Security Lights	\$63,665	6.79%
B1	Large Industrial Rate	\$191,316	5.69%

The effects of the proposed rates on the average monthly bill by rate class are listed below:

<u>Schedule</u>	Rate Class	\$ Increase	Percent
			<u>Increase</u>
1	Farm and Home Service	\$7.68	5.66%
1-A	Firm and Home Marketing Rate (ETS)	\$2.82	5.49%
2	Small Commercial and Small Power	\$8.02	5.86%
4	Large Power Rate	\$92.76	5.45%
5	All Electric Schools	\$243.08	6.02%
6	Outdoor Lighting Service – Security Lights	\$0.68	6.79%
B1	Large Industrial Rate	\$1,449.37	5.69%

The present and proposed rates structures of Inter-County Energy Cooperative Corporation are listed below:

<u>Schedule</u>	Rate Class	<u>Present</u>	<b>Proposed</b>
1	Farm and Home Service		
	Customer Charge per month	\$8.14	\$8.70
	Energy Charge per kWh	\$0.08157	\$0.08714
1-A	Firm and Home Marketing Rate (ETS)		
	Energy Charge per kWh	\$0.04894	\$0.05228
2	Small Commercial and Small Power		
	Customer Charge per month	\$5.69	\$6.08
	Demand Charge (over 10 kW/Mo) per KW	\$4.12	\$4.40
	Energy Charge per kWh	\$0.07718	\$0.08245

## EXHIBIT 5 Page 2 of 3

Schedule 4	Rate Class	Present	Proposed
4	Large Power Rate Customer Charge per month	\$11.38	\$12.16
	Demand Charge per KW	\$4.12	\$4.40
	Energy Charge per kWh	\$0.06444	\$0.06885
5	All Electric Schools	ΨΟ.ΟΟ-Τ-Τ	Ψ0.00002
3	Energy Charge per kWh	\$0.06679	\$0.07136
6	Outdoor Lighting Service – Security Lights	ψ0.00075	Ψ0.07150
Ü	107,800 Lumen Directional Floodlight per month	\$33.82	\$36.13
	50,000 Lumen Directional Floodlight per month	\$18.17	\$19.41
	27,500 Lumen Directional Floodlight per month	\$12.82	\$13.70
	27,500 Lumen Cobra Head per month	\$11.97	\$12.79
	9,500 Lumen Security Light per month	\$9.43	\$10.07
	7,000 Lumen Security Light per month	\$9.65	\$10.31
	4,000 Lumen Decorative Colonial Post per month	\$11.75	\$12.55
	9,550 Lumen Decorative Colonial Post per month	\$15.21	\$16.25
B1	Large Industrial Rate		
	Customer Charge per month	\$548.56	\$586.07
	Contract Demand Charge	\$5.53	\$5.91
	Demand Charge Excess of Contract	\$8.02	\$8.57
	Energy Charge per month	\$0.04324	\$0.04620
B2	Large Industrial Rate		
	Customer Charge per month	\$1,096.09	\$1,171.05
	Contract Demand Charge per KW	\$5.53	\$5.91
	Demand Charge Excess of Contract per KW	\$8.02	\$8.57
	Energy Charge per kWh	\$0.03755	\$0.04012
В3	Large Industrial Rate		
	Customer Charge per month	\$1096.09	\$1,171.05
	Contract Demand Charge per KW	\$5.53	\$5.91
	Demand Charge Excess of Contract per KW	\$8.02	\$8.57
	Energy Charge per kWh	\$0.03652	\$0.03902
C1	Large Industrial Rate		
	Customer Charge per month	\$548.56	\$586.07
	Demand Rate per KW	\$5.53	\$5.91
62	Energy Rate per kWh	\$0.04301	\$0.04595
C2	Large Industrial Rate	¢1 007 00	¢1 171 05
	Customer Charge per month	\$1,096.09	\$1,171.05
	Demand Rate per KW	\$5.53	\$5.91
СЗ	Energy Rate per kWh	\$0.03789	\$0.04048
C3	Large Industrial Rate Customer Charge per month	\$1,096.09	¢1 171 05
	Demand Rate per KW	\$1,096.09	\$1,171.05 \$5.91
	Energy Rate per kWh	\$0.03686	\$0.03938
	Energy Rate per Kwn	\$0.05000	9U.U.J.7J0

EXHIBIT 5
Page 3 of 3

Schedule	Rate Class	<u>Present</u>	<u>Proposed</u>
	Interruptible Service Rider – Credit		
	10-Minute Interruption, 200 Hours	\$2.70	\$2.97
	10-Minute Interruption, 300 Hours	\$3.15	\$3.47
	10-Minute Interruption, 400 Hours	\$3.60	\$3.97
	60-Minute Interruption, 200 Hours	\$2.25	\$2.48
	60-Minute Interruption, 300 Hours	\$2.70	\$2.97
	60-Minute Interruption, 400 Hours	\$3.15	\$3.47

The rates contained in this notice are the rates proposed by Inter-County Energy Cooperative Corporation. However, the Public Service Commission may order rates to be charged that differ from the proposed rates contained in this notice. Such actions may result in rates for consumers other than the rates in this notice.

Any person may examine the rate application at the main office of Inter-County Energy Cooperative Corporation at the following address:

Inter-County Energy Cooperative Corporation 1009 Hustonville Road Danville, Kentucky 40422 (859) 236-4561

Any person may also examine the rate application at the office of the Public Service Commission, 211 Sower Boulevard, Frankfort, Kentucky.