COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| APPLICATION OF BIG SANDY RURAL ELECTRIC |) |
|---|-----------------------|
| COOPERATIVE CORPORATION FOR PASS- |) |
| THROUGH OF EAST KENTUCKY POWER |) CASE NO. 2010-00168 |
| COOPERATIVE, INC. WHOLESALE RATE |) |
| ADJUSTMENT |) |

COMMISSION STAFF'S SECOND INFORMATION REQUEST TO BIG SANDY RURAL ELECTRIC COOPERATIVE CORPORATION

Pursuant to 807 KAR 5:001, Big Sandy Rural Electric Cooperative Corporation ("Big Sandy") is to file with the Commission the original and 10 copies of the following information, with a copy to all parties of record. The information requested herein is due on or before August 26, 2010. Responses to requests for information shall be appropriately bound, tabbed and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Big Sandy shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which

Big Sandy fails or refuses to furnish all or part of the requested information, Big Sandy

shall provide a written explanation of the specific grounds for its failure to completely

and precisely respond.

Careful attention should be given to copied material to ensure that it is legible.

When the requested information has been previously provided in this proceeding in the

requested format, reference may be made to the specific location of that information in

responding to this request. When applicable, the requested information shall be

separately provided for total company operations and jurisdictional operations.

1. Refer to the electronic response to item 1 of Commission Staff's First

Information Request ("Staff's First Request"), the spreadsheet at tab Rate B(2). At the

top of the spreadsheet, the formulas in cells R1 and T1 appear to calculate blended

demand rates. Explain the origin of the numbers in the numerator for both cells.

2. Refer to Big Sandy's response to item 2 of Staff's First Request and

Exhibit 3 of the application, page 4 of 5. The response to item 2 shows an escalation of

4.42 percent for large commercial energy; however, the escalation percentages used for

Big Sandy's largest commercial classes, Schedules LP and LPR, are the escalation

percentages shown in the response to item 2 as being for small commercial customers.

State the appropriate escalation percentages to use for Schedules LP and LPR. If a

correction is necessary, file a copy of all schedules that would require updating as a

result.

DATED: AUG 1 2 2010

cc: Parties of Record

itive Director

Public Service Commission

P.O. Box 615

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