COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| SOUTH KENTUCKY RURAL ELECTRIC |) |
|--------------------------------------|-----------------------|
| COOPERATIVE CORPORATION PASS-THROUGH |) CASE NO. 2010-00182 |
| OF EAST KENTUCKY POWER COOPERATIVE, |) |
| INC. WHOLESALE RATE ADJUSTMENT |) |

COMMISSION STAFF'S FIRST INFORMATION REQUEST TO SOUTH KENTUCKY RURAL ELECTRIC COOPERATIVE CORPORATION

Pursuant to 807 KAR 5:001, South Kentucky Rural Electric Cooperative Corporation ("South Kentucky") is to file with the Commission the original and ten copies of the following information, with a copy to all parties of record. The information requested herein is due on or before July 29, 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.

South Kentucky 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 South Kentucky fails or refuses to furnish all or part of the requested information, South Kentucky 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. Provide the workpapers, spreadsheets, etc. which show the calculation of the increase, by individual wholesale rate schedule, in South Kentucky's cost of power from East Kentucky Power Cooperative, Inc. that South Kentucky is proposing to flow through to its customers. Provide the information in hard copy as well as electronic format with the formulas intact and unprotected. Include a brief narrative description of the data being provided.
 - 2. Refer to Exhibit 3 of the application.
- a. Provide this exhibit in electronic format with the formulas intact and unprotected.
- b. The billing analysis shows various rate schedules with escalation percentages applied to the billing determinants. Provide workpapers, spreadsheets, etc. for the calculation of the percentages, as well as a narrative explanation of how the percentages were determined.

3. Refer to Exhibit 3 of the application, page 5 of 7. For Schedule LP-2, given the billing units and escalation shown, explain how the billing determinants were calculated. If a correction is necessary, file a copy of all schedules that would require updating as a result.

Jeff Derbuen

Executive Director

Public Service Commission

P.O. Box 615

Frankfort, KY 40602

DATED: __ JUL 1 5 2010

cc: Parties of Record

Allen Anderson President & CEO South Kentucky R.E.C.C. 925-929 N. Main Street P. O. Box 910 Somerset, KY 42502-0910

Honorable Darrell L Saunders, P.S.C. Attorney at Law 700 Master Street P.O. Box 1324 Corbin, KY 40702