

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF FLEMING-MASON ENERGY)
COOPERATIVE, INC. FOR AN ORDER)
AUTHORIZING A CHANGE IN RATE DESIGN FOR) CASE NO.
ITS RESIDENTIAL RATE CLASSES AND THE) 2012-00369
OFFERING OF SEVERAL OPTIONAL RATE)
DESIGNS FOR THE RESIDENTIAL RATE CLASSES)

COMMISSION STAFF'S THIRD REQUEST FOR INFORMATION
TO FLEMING-MASON ENERGY COOPERATIVE, INC.

Fleming-Mason Energy Cooperative, Inc. ("Fleming-Mason"), pursuant to 807 KAR 5:001, 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 within 14 days of the date of this request. 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.

Fleming-Mason 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 Fleming-Mason fails or refuses to furnish all or part of the requested information, Fleming-Mason 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.

1. Refer to Exhibit 4 of the application, the second page of this exhibit, which shows present and proposed rates. The following rate classes are not listed on this page: Small General Service, Large General Service, Large Industrial Service ("LIS") 1, LIS2, LIS3, and All Electric School. Explain why Fleming-Mason is not proposing to make rate design changes to these rate classes.

2. Refer to Exhibit 10 of the application.

- a. Refer to page 1 of 6. Refer to the top half of the page, which shows the billing analysis for the Residential and Small Power class and the ETS rate. For the Residential and Small Power class, Fleming Mason is proposing to increase the customer charge and decrease the energy charge. Fleming-Mason is proposing no change to the ETS rate. As is the case with many of East Kentucky Power Cooperative, Inc.'s cooperative members, Fleming-Mason's ETS rate is set at 60 percent of the residential energy rate. Explain why Fleming-Mason not proposing to decrease the ETS

rate in order to maintain the 60 percent ratio between the residential energy and the ETS rate.

b. The following rate classes do not appear in this billing analysis: All Electric Schools, LIS1, LIS2, LIS3, LIS4, LIS5, LIS4B, LIS5B, and LIS6B. Explain whether these classes are omitted because there are no customers on these rate schedules. If that is not the case, explain.

3. Refer to the revised cost of service study filed in response to Item 8 of Commission Staff's Second Information Request.

a. Refer to page 23 of 31. The second to the last column is labeled Rate 3 & 7 Large General Service. Explain whether this column represents rate classes LIS 3 and LIS 7 or the Large General Service class, or some combination of the three classes.

b. Refer to pages 23 and 24 of 31. Several of Fleming-Mason's rate classes are not shown on these pages. Explain whether the classes are omitted because there are no customers on those rate schedules.

c. Refer to the page which follows page 31 of 31. This page is labeled as Exhibit JRA-1. This page shows that the cost of service study supports a Residential and Small Power customer charge of \$18.36. Refer also to Exhibit 4 of the application, the third page of this exhibit which shows that, for the new Residential and Small Power Time of Day class, the customer charge is proposed at \$20. Explain why it would be appropriate to set this customer charge above the amount supported by the cost of service study.

4. Refer to Fleming-Mason's response to Items 11 and 12 to Commission Staff's Second Request for Information, filed January 18, 2013. It appears that notice was published in newspapers in Bath, Fleming, Lewis, Mason, Nicholas, and Rowan Counties, but that notice was not published in Fleming-Mason's service territory in Bracken and Robertson Counties.

a. Is there a newspaper in Fleming-Mason's Robertson County service territory which is qualified pursuant to KRS 424.120?

b. If yes, what is the name of the newspaper?

5. How many customers does Fleming-Mason serve under its LIS-6B Large Industrial Service tariff?



Jeff Deroden
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DATED FEB 04 2013

cc: Parties of Record

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