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February 5, 2013

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

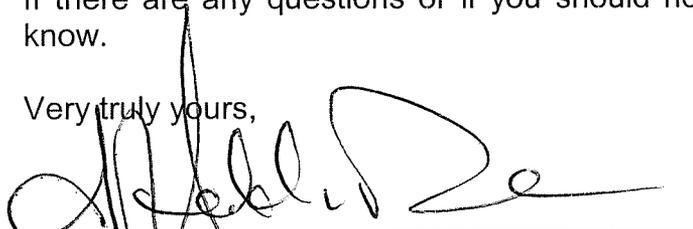
Re: Public Service Commission Case No. 2012-00486

Dear Mr. Derouen:

Please find enclosed the original and 5 copies of Inter-County Energy Cooperative Corporation's responses as requested in Case No. 2012-00486, Commission Staff's Amended Second Request for Information to East Kentucky Power Cooperative, Inc.'s Sixteen Member Distribution Cooperatives dated January 24, 2013. Sheree Gilliam, Vice-President of Member Services will be the witness responsible for responding to the questions related to the information provided.

If there are any questions or if you should need additional information, please let me know.

Very truly yours,



J. HADDEN DEAN, ESQ.

Legal Counsel for Inter-County Energy Cooperative
Enclosure

CC: Case No. 2012-00486 Service List

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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PUBLIC SERVICE
COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE)
COMMISSION OF THE ENVIRONMENTAL)
SURCHARGE MECHANISM OF EAST KENTUCKY)
POWER COOPERATIVE, INC. FOR THE) CASE NO.
TWO-YEAR BILLING PERIOD ENDING) 2012-00486
JUNE 30, 2011 FOR THE SIX-MONTH BILLING)
PERIODS ENDING DECEMBER 31, 2011 AND)
JUNE 30, 2012, AND THE PASS-THROUGH)
MECHANISM FOR ITS SIXTEEN MEMBER)
DISTRIBUTION COOPERATIVES)

INTER-COUNTY ENERGY COOPERATIVE RESPONSES TO
COMMISSION STAFF'S AMENDED SECOND REQUEST FOR INFORMATION
TO EAST KENTUCKY POWER COOPERATIVE, INC.'S
SIXTEEN MEMBER DISTRIBUTION COOPERATIVES

1. Each member cooperative should refer to EKPC's responses to Commission Staff's First Request for Information, Item 2, and respond to the following:

a. Have you experience any problems in administering the refund of any over-recovery or collection of any under-recovery of environmental surcharge costs?

Response: No.

b. Do you recommend any changes from the current method of refunding/collecting any over- or under-recovery of environmental surcharge costs over a six-month time period? If so, what is the time period you believe is appropriate?

Response: No. Inter-County Energy prefers to continue the current six-month time period.

c. Describe the benefits, if any, of allowing the refund/collection of any over- or under-recovery of environmental surcharge costs to be spread over a time period different from the current six-month recovery period.

Response: Based on Inter-County Energy's actual average residential customer's kWh usage calculations, spread over the current six-month recovery period versus a twelve-month recovery period, the benefit is minimal. Please see the response to Request 2.

d. Describe the negative effects, if any, of allowing the refund/collection of over- or under-recovery of environmental surcharge costs to be spread over a time period different from the current six-month period.

Response: None.

2. Provide the member cooperative's actual average residential customer's monthly kWh usage. Based on this usage amount, provide the dollar impact any over- or under-recovery will have on the average residential customer's bill for a recovery period of six months and a recovery period of 12 months.

Response: Inter-County Energy's actual average residential customer's kWh usage on a rolling twelve-month average is 1,135 kWh/month.

Based on this usage amount, the dollar impact any over- or under-recovery will have on the average residential customer's bill for a recovery period of six months is \$11.61/month and for a recovery period of twelve months is \$13.23/month, for a difference of \$1.62/month.

CERTIFICATE

STATE OF KENTUCKY)
COUNTY OF BOYLE)

Sheree Gilliam, Vice President - Member Services, being duly sworn, states that she has supervised the preparation of the responses of Inter-County Energy to the Public Service Commission Staff's Amended Second Request for Information in the above-referenced Case No. 2012-00486 dated January 24, 2013, and that the matters and things set forth therein are true and accurate to the best of her knowledge, information and belief, formed after reasonable inquiry.

Sheree Gilliam
Sheree Gilliam
Vice President - Member Services

Subscribed and sworn before me on this 5th day of February, 2013.

Lori H Stocker
Notary Public

LORI STOCKER
NOTARY PUBLIC
Notary ID 408325
STATE AT LARGE - KENTUCKY
My Commission Expires 11/28/2013

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