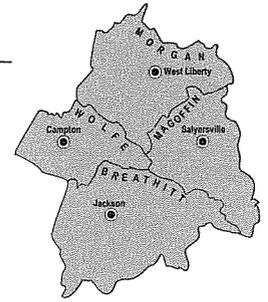


LICKING VALLEY
RURAL ELECTRIC COOPERATIVE CORPORATION
P. O. Box 605 • 271 Main Street
West Liberty, KY 41472-0605
(606) 743-3179



KERRY K. HOWARD
General Manager/CEO

RECEIVED

JAN 24 2013

**PUBLIC SERVICE
COMMISSION**

January 22, 2013

Mr. Jeff Derouen
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
Post Office Box 615
Frankfort, Kentucky 40602-0615

RE: Case Number 2012-00372

Dear Mr. Derouen:

In response to the Public Service Commission's Order dated December 14, 2012 in the above referenced Case, paragraph 4, Licking Valley Rural Electric Cooperative Corporation will be completing its Line Inspection by streamlining the process instead of carrying out the time consuming Pole and Line Inspection at the same time. We will take one substation at a time and inspect each circuit of that substation until it is complete before moving on to the next substation. We feel that two circuits can be completed in a one month time period. We have thirty-seven circuits which should take approximately nineteen months.

Along with these inspections, Licking Valley RECC proposes to conduct pole inspections on the circuits for one substation per year so we can get on a ten year pole inspection cycle. By being on this time schedule, it will give ample time in the event of in climate weather or other unforeseen problems that may occur.

Sincerely,

Kerry K. Howard
General Manager/CEO

KKH:slv

c: Hon. Allyson Honaker
Hon. Gregory D. Allen