

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE TARIFF FILING OF GRAYSON RURAL)
ELECTRIC COOPERATIVE CORPORATION)
TO UPDATE ITS UNDERGROUND COST) CASE NO. 93-317
DIFFERENTIAL RATE)

O R D E R

IT IS ORDERED that Grayson Rural Electric Cooperative Corporation ("Grayson") shall file an original and 12 copies of the following information with the Commission, with a copy to all parties of record. Each copy of the data requested should be placed in a bound volume with each item tabbed. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the witness who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to ensure that it is legible. Where information requested herein has been provided along with the original tariff filing, in the format requested herein, reference may be made to the specific location of said information in responding to this information request. The information requested herein is due no later than November 5, 1993.

1. Provide workpapers showing how rates per dollar and rates per hour on PSC No. 4, Sheet 48, were derived.

2. Explain the correlation, if any, between the overhead calculation of 178 percent and the rates on Sheet 48.

3. Rates per hour for three types of vehicles are listed on PSC No. 4, Sheet 48.

a. Are these rates included as a component of overhead costs? If so, how are they computed as a percentage of labor? If not, why are these amounts being included on PSC No. 4, page 48?

b. Explain why these vehicles are not charged based on mileage.

4. Pages 51 and 52 of the proposed tariff applies an overhead ratio of 178 percent to labor costs.

a. Itemize all overhead costs used in developing the numerator of the 178 percent ratio. List each overhead expense, identify the amount, and identify when it was incurred and for what period of time. For example, property insurance premiums might be a one-time payment for a year's worth of coverage.


b. Explain how each overhead cost identified above will increase as a direct result of a customer's request for underground service in lieu of aerial service.

c. Itemize all labor expenses used in developing the denominator of the 178 percent ratio.

Done at Frankfort, Kentucky, this

21st day of October, 1993.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:


Executive Director