

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF SOUTH KENTUCKY RURAL)	
ELECTRIC COOPERATIVE CORPORATION FOR A)	CASE NO.
CERTIFICATE OF CONVENIENCE AND NECESSITY)	2005-00261
TO CONSTRUCT A DISTRICT OFFICE AND SERVICE)	
FACILITY IN WHITLEY CITY, KENTUCKY)	

SECOND DATA REQUEST OF COMMISSION STAFF
TO SOUTH KENTUCKY RURAL ELECTRIC
COOPERATIVE CORPORATION

South Kentucky Rural Electric Cooperative Corporation ("South Kentucky RECC") is requested, pursuant to 807 KAR 5:001, to file with the Commission the original and eight copies of the following information, with a copy to all parties of record. The information requested herein is due on or before October 3, 2005. 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 person 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 herein has been previously provided, in the format requested herein, reference may be made to the specific location of said information in responding to this information request.

1. Provide the 12-month ended Times Interest Earned Ratios ("TIER") achieved for each month of 2005 that is available.

2. Refer to the Application, Exhibit A, page 3 of 6, the Ten Year Financial Forecast. Given the TIERs achieved during 2005 to date, does South Kentucky RECC still anticipate achieving a 1.36 TIER at the end of year 2005? Explain the response.

3. Refer to the response to Staff's First Data Request dated August 9, 2005, ("Staff's First Request"), Item 1. South Kentucky RECC was requested to explain why it was proposing such a large increase in office space. South Kentucky RECC provided an explanation that it asserts supports its need for a new building. However, it did not explain why it needed the proposed increase in size. Explain why South Kentucky is proposing such large increases in office space, warehouse space and storage space.

4. Refer to the response to the Staff's First Request, Item 1(a). The third bullet refers to mapping space.

a. Does the McCreary District provide the centralized mapping service for all of South Kentucky RECC?

b. If the McCreary District does not provide the centralized mapping for South Kentucky RECC, explain why this function is not centralized.

5. Refer to the response to Staff's First Request, Item 2(b). South Kentucky RECC states that it "traded buildings and land valued at \$325,000 plus \$360,000 in cash and retain the use of the existing facility for 18 months."

a. Has South Kentucky RECC sold the existing building? If so, provide the name of the purchaser, the transfer date and the purchase amount.

b. Explain the statement "plus \$360,000." Does this \$360,000 represent money that South Kentucky RECC paid or received in the "trade"?

c. Has South Kentucky RECC entered into a lease for 18 months on the existing facility? If yes, provide the name of the lessor, the lease amount and the date the 18 months commences. If no, state what is meant by the statement “retain the use of the existing facility for 18 months.”



Beth O'Donnell
Executive Director
Public Service Commission
P. O. Box 615
Frankfort, KY 40602

DATED September 16, 2005

cc: Parties of Record