

A Touchstone Energy Cooperative K

CASE NO. 2020-00085

Electronic Emergency Docket Related to the Novel Coronavirus COVID-19

July 10, 2020

P.O. Box 87 • Danville, KY 40423-0087 • Phone (859) 236-4561 • Fax (859) 236-3627

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of: ELECTRONIC EMERGENCY DOCKET RELATED TO THE NOVEL CORONAVIRUS COVID-19

CASE NO. 2020-00085

CERTIFICATION

Jerry W. Carter, President/CEO, being duly sworn, states that he supervised the preparation of responses to the questions from the Commission Staff to Inter-County Energy Cooperative in Case No. 2020-00085 dated June 23, 2020, and that the responses are true and accurate to the best of his knowledge, information and belief formed after a reasonable inquiry.

Jerry W. Carter Jerry W. Carter, President/CEO

Jérry ₩. Carter, President/CEO Inter-County Energy Cooperative Corporation

Subscribed and sworn to before me by Jerry W. Carter, President/CEO of Inter-County Energy Cooperative Corporation this 10th day of July 2020.



NOTARY PUBLIC – ID 583751 STATE OF KENTUCKY COUNTY OF BOYLE

My Commission Expires: August 24, 2021

<u>ltem 1</u>:

Provide the utility's current number of customers and the date used for that determination.

Response:

Inter-County Energy Cooperative's current number of customers is 26,635 as of May 31, 2020.

Item 2:

If applicable, provide the utility's current number of customers per class.

Response:

As of bill month May 31, 2020 the utility's current number of members by rate included:

Residential:	25,537
Small Commercial:	964
Large Commercial:	125
Industrial:	9
Total	26,635

<u>ltem 3</u>:

If a utility provides multiple services, such as both electric and gas residential service, provide the information requested for each service separately. For those customers that receive combined service, provide each service separately if separately served or combined if billed on a combined basis. Provide the average total bill for all customers for:

- a. 2017 as a year, not each month;
- b. 2018 as a year, not each month;
- c. 2019 as a year, not each month;
- d. Each month in 2020

Total bill is defined as including charges for current service and past service that is unpaid, including the accumulation of fees.

Response:

See Exhibit A on Item 3, Page 2.

Item 3, Exhibit A:

Average Bill				
2017	\$1,965.75			
2018	\$2,209.26			
2019	\$2,188.51			
2020(Jan)	\$212.63			
2020(Feb)	\$211.96			
2020(Mar)	\$195.88			
2020(Apr)	\$165.97			
2020(May)	\$149.12			
2020(Jun)	\$158.82			

NOTE: 2020(Jun) is not a complete month of data. Only 3 of 4 billing cycles have completed.

Item 4:

If a utility provides multiple services, such as both electric and gas residential service, provide the information requested for each service separately. For those customers that receive combined service, provide each service separately if separately served or combined if billed on a combined basis. Provide the average total bill for all customers in each class for:

- a. 2017 as a year, not each month;
- b. 2018 as a year, not each month;
- c. 2019 as a year, not each month; and
- d. Each month in 2020

Total bill is defined as including charges for current service and past service that is unpaid, including the accumulation of fees.

Response:

See Exhibit A on Item 4, Page 2

Item 4, Exhibit A:

	2017	2018	2019
Residential	\$1,661.87	\$1,906.56	\$1,881.26
Small Commercial	\$2,240.38	\$2,336.78	\$2,530.94
Large Power	\$22,646.21	\$24,139.86	\$24,086.52
Industrial	\$494,363.08	\$487,458.27	\$480,169.76

	2020(Jan)	2020(Feb)	2020(Mar)	2020(Apr)	2020(May)	2020(Jun)
Residential	\$188.23	\$188.96	\$173.87	\$145.13	\$129.29	\$131.18
Small Commercial	\$231.90	\$227.75	\$209.08	\$188.47	\$189.04	\$208.99
Large Power	\$1,908.67	\$1,846.84	\$1,915.69	\$1,680.08	\$1,578.62	\$1,568.63
Industrial	\$39,058.96	\$39,912.26	\$35,940.04	\$34,870.26	\$31,417.08	\$33,156.72

NOTE: 2020(Jun) is not a complete month of data. Only 3 of 4 billing cycles have completed.

Item 5:

If a utility provides multiple services, such as both electric and gas residential service, provide the information requested for each service separately. For those customers that receive combined service, provide each service separately if separately served or combined if billed on a combined basis. Provide the average bill for current service for all customers for:

- a. 2017 as a year, not each month;
- b. 2018 as a year, not each month;
- c. 2019 as a year, not each month; and
- d. Each month in 2020.

Response:

See Exhibit A of Item 5, Page 2

Item 5, Exhibit A:

Average Bill				
2017	\$1,809.03			
2018	\$1,989.76			
2019	\$1,995.03			
2020(Jan)	\$198.18			
2020(Feb)	\$195.02			
2020(Mar)	\$172.67			
2020(Apr)	\$138.81			
2020(May)	\$126.07			
2020(Jun)	\$138.11			

NOTE: 2020(Jun)is not a complete month of data. Only 3 of 4 billing cycles have completed.

Item 6:

If a utility provides multiple services, such as both electric and gas residential service, provide the information requested for each service separately. For those customers that receive combined service, provide each service separately if separately served or combined if billed on a combined basis. Provide the average bill for current service for all customers in each class for:

- a. 2017 as a year, not each month;
- b. 2018 as a year, not each month;
- c. 2019 as a year, not each month; and
- d. Each month in 2020.

Response:

See Exhibit A of Item 6, Page 2

Item 6, Exhibit A:

	2017	2018	2019
Residential	\$1,506.85	\$1,688.52	\$1,690.13
Small Commercial	\$2,170.59	\$2,266.02	\$2,453.05
Large Power	\$21,970.74	\$22 <i>,</i> 899.48	\$23,402.77
Industrial	\$488,846.96	\$482,867.88	\$469,372.19

	2020(Jan)	2020(Feb)	2020(Mar)	2020(Apr)	2020(May)	2020(Jun)
Residential	\$173.49	\$171.48	\$150.28	\$118.13	\$106.51	\$110.26
Small Commercial	\$227.47	\$223.66	\$199.24	\$171.55	\$174.43	\$197.11
Large Power	\$1,876.18	\$1,840.09	\$1,865.90	\$1,541.38	\$1,433.81	\$1,519.80
Industrial	\$39,058.96	\$39,912.26	\$35,940.04	\$34,870.26	\$31,417.08	\$33,156.72

NOTE: 2020(Jun)is not a complete month of data. Only 3 of 4 billing cycles have completed.

Item 7:

Explain how the utility calculates bad debt.

- a. Explain the decision criteria governing when the utility writes off bad debt.
- b. Provide the month bad debt write-offs for each month in 2018, 2019 and 2020.
- c. If the utility has changed its calculation or determination of bad debt in the past two years, explain its previous calculation or determination of bad debt and the reason for the change.

Response:

See response on Item 7, Page 2

Response:

a. All final bills that have not been paid 120 days after the due date are written off as

bad debt.

b.

	2018			2019
JAN	\$15,886.96		JAN	\$16,290.40
FEB	\$14,276.58		FEB	\$8,513.09
MAR	\$10,192.85		MAR	\$15,675.52
APR	\$7,819.20		APR	\$12,730.47
MAY	\$22,068.52		MAY	\$11,359.59
JUNE	\$42,961.90		JUNE	\$35,260.43
JULY	\$28,642.32		JULY	\$44,765.87
AUG	\$41,733.11		AUG	\$29,431.40
SEPT	\$24,674.31		SEPT	\$19,806.12
OCT	\$22,230.18		ОСТ	\$16,621.05
NOV	\$15,519.38		NOV	\$6,206.66
DEC	\$16,102.88		DEC	\$14,054.74

2020			
JAN	\$17,073.36		
FEB	\$11,295.92		
MAR	\$15,410.31		
APR	\$11,648.82		
MAY	\$16,439.05		
JUNE	\$19,396.51		

c. No, Inter-County Energy has not changed our calculation or determination of bad debt in the past two years.

Item 8:

Assuming the Commission's moratorium on disconnections was not in effect, provide the number of customers in each class that would be subject to disconnection and the date used for this determination.

Response:

CLASS	SUBJECT TO CUTOFF AS OF 6/30/20
Residential	1245
Small Comm & Power	25
Large Power	2
Industrial	0

Item 9:

Provide the percent of customers, by class, that pay on time for:

- a. 2017 as a year, not each month;
- b. 2018 as a year, not each month;
- c. 2019 as a year, not each month;
- d. Each month in 2020.

Response:

See Exhibits A and B of Item 9, Pages 2-4

Item 9 (a-c), Exhibit A:

2017

Rate	Total Records	Late count	Percentage pay on time
Residential	152522	27694	81.84%
Small Commercial	5091	536	89.47%
Large Power	710	77	89.15%
Industrial	60	0	100.00%
	158383	28307	82.13%
2018			
Rate	Total Records	Late count	Percentage pay on time
Residential	308154	53879	82.52%
Small Commercial	10503	946	90.99%
Large Power	1448	158	89.09%
Industrial	120	0	100.00%
	320225	54983	82.83%
2019			
Rate	Total Records	Late count	Percentage pay on time
Residential	305942	52988	82.68%
Small Commercial	11251	1293	88.51%
Large Power	1450	142	90.21%
Industrial	121	0	100.00%
	318764	54423	82.93%

Item 9 (d), Exhibit B:

2020 JAN

Rate	Total Records	Late count	Percentage pay on time
Residential	25585	4701	81.63%
Small Commercial	959	96	89.99%
Large Power	127	10	92.13%
Industrial	10	0	100.00%
	26681	4807	81.98%

2020 FEB

Rate	Total Records	Late count	Percentage pay on time
Residential	25497	4466	82.48%
Small Commercial	954	96	89.94%
Large Power	127	12	90.55%
Industrial	9	0	100.00%
	26587	4574	82.80%

2020 MAR

Rate	Total Records	Late count	Percentage pay on time
Residential	25467	4213	83.46%
Small Commercial	965	123	87.25%
Large Power	127	14	88.98%
Industrial	9	0	100.00%
	26568	4350	83.63%

Item 9 (d), Exhibit B continued:

2020 APR

Rate	Total Records	Late count	Percentage pay on time
Residential	25518	4495	82.38%
Small Commercial	966	138	85.71%
Large Power	125	20	84.00%
Industrial	9	0	100.00%
	26618	4653	82.52%

2020 MAY

Rate	Total Records	Late count	Percentage pay on time
Residential	25543	3701	85.51%
Small Commercial	973	75	92.29%
Large Power	125	14	88.80%
Industrial	9	0	100.00%
	26650	3790	85.78%

Item 10:

Provide the following information for January 1, 2015, until December 31, 2019. If a utility provides multiple services, such as both electric and gas residential service, provide the information requested for each service separately. For those customers that receive combined service, provide each service separately if separately served or combined if billed on a combined basis. Further, provide the following information by class:

- a. Provide monthly totals of service termination notices issued to customers only for nonpayment of bills.
- b. Provide monthly totals of service terminations for customers only for nonpayment of bills.
- c. Provide the total number of customers for each month.

Response:

See Exhibit A, B and C of Item 10, Pages 2-4

Item 10 (a), Exhibit A:

	2	016	20	017	ĺ	20	018	2	019
	JAN	692	JAN	4272		JAN	2632	JAN	3814
	FEB	3010	FEB	4097		FEB	4288	FEB	2895
	MAR	4222	MAR	3009		MAR	3021	MAR	3541
	APR	3162	APR	4168		APR	4026	APR	2881
	MAY	4213	MAY	2175		MAY	2656	MAY	3735
	JUNE	2735	JUNE	2794		JUNE	4007	JUNE	3963
	JULY	4607	JULY	4157		JULY	2897	JULY	2596
	AUG	3114	AUG	2657		AUG	3286	AUG	3968
	SEPT	3263	SEPT	3215		SEPT	4231	SEPT	4144
	OCT	4806	OCT	2361		OCT	4107	OCT	3755
	NOV	4008	NOV	2193		NOV	4077	NOV	4015
	DEC	4415	 DEC	1704		DEC	4117	 DEC	3924
TOTAL		42,247		36,802			43,345		43,231

The data provided is for all classes as the information is unavailable by individual classes.

Data unavailable for 2015.

ITEM 10 Page 3 of 4 Exhibit B Respondent: Lori Stocker

Item 10 (b), Exhibit B:

20)15		2016			2017		2017]	2018		20	019
JAN	0	JAN	6	5		JAN	158		JAN	115	JAN	19		
FEB	0	FEB	12	2		FEB	152		FEB	183	FEB	233		
MAR	222	MA	२ 23	L		MAR	208		MAR	164	MAR	155		
APR	235	APR	23	5		APR	222		APR	234	APR	225		
MAY	179	MA	/ 19	3		MAY	173		MAY	161	MAY	185		
JUNE	149	JUN	E 13	3		JUNE	143		JUNE	170	JUNE	142		
JULY	111	JUL	′ 11	5		JULY	124		JULY	159	JULY	118		
AUG	115	AUG	i 15	5		AUG	153		AUG	122	AUG	131		
SEPT	147	SEP	Г 18	L		SEPT	162		SEPT	159	SEPT	195		
ОСТ	111	001	20	5		OCT	188		OCT	150	OCT	173		
NOV	80	NO	/ 13)		NOV	117		NOV	80	NOV	98		
DEC	26	DEC	1	3		DEC	74		DEC	75	DEC	77		
	1,375		1,79	3			1,874			1,772		1,751		

TOTAL

The data provided is for all classes as the information is unavailable by individual classes.

Item 10 (c), Exhibit C:

c.

	2015					
JAN	25,728					
FEB	25,664					
MAR	25,833					
APR	25,675					
MAY	25,608					
JUNE	25,587					
JULY	25,688					
AUG	25,680					
SEPT	25,663					
OCT	25,694					
NOV	25,713					
DEC	25,773					

2016					
JAN	25,842				
FEB	25,896				
MAR	25,861				
APR	25,860				
MAY	25,831				
JUNE	25,900				
JULY	25,921				
AUG	25,897				
SEPT	25,999				
OCT	25,921				
NOV	25,936				
DEC	26,001				

2017							
JAN	26,118						
FEB	26,084						
MAR	26,077						
APR	26,104						
MAY	26,061						
JUNE	26,107						
JULY	26,086						
AUG	26,211						
SEPT	26,107						
ОСТ	26,260						
NOV	26,192						
DEC	26,245						

2018					
JAN	26,319				
FEB	26,309				
MAR	26,340				
APR	26,259				
MAY	26,256				
JUNE	26,295				
JULY	26,268				
AUG	26,364				
SEPT	26,322				
ОСТ	26,378				
NOV	26,339				
DEC	26,391				

2019				
JAN	26,391			
FEB	26,450			
MAR	26,511			
APR	26,376			
MAY	26,418			
JUNE	26,364			
JULY	26,414			
AUG	26,467			
SEPT	26,461			
ОСТ	26,496			
NOV	26,505			
DEC	26,538			

Item 11:

Provide the total income received from late payment fees for:

- a. Each month in 2017;
- b. Each month in 2018;
- c. Each month in 2019; and
- d. Each month in 2020.

Response:

Below is the total income received from late payment fees for each month from 2017 through March 13, 2020. Penalties were not applied to late payments after March 13, 2020 PSC Order.

2017		2018		2019	
JAN	\$ 74,317.27	JAN	\$ 83,194.09	JAN	\$ 74,407.06
FEB	\$ 97,421.84	FEB	\$ 114,444.48	FEB	\$ 89,457.26
MAR	\$ 84,967.50	MAR	\$ 106,116.23	MAR	\$ 96,830.94
APRIL	\$ 59,658.43	APRIL	\$ 70,267.84	APRIL	\$ 72,718.21
MAY	\$ 55,596.00	MAY	\$ 62,230.65	MAY	\$ 58,765.85
JUN	\$ 46,918.36	JUN	\$ 56,370.19	JUN	\$ 48,163.60
JULY	\$ 53,481.10	JULY	\$ 63,584.08	JULY	\$ 51,385.34
AUG	\$ 64,608.44	AUG	\$ 67,709.87	AUG	\$ 65,405.20
SEPT	\$ 70,525.38	SEPT	\$ 67,102.05	SEPT	\$ 73,336.83
ОСТ	\$ 62,617.86	ОСТ	\$ 62,807.63	ОСТ	\$ 64,762.83
NOV	\$ 46,838.29	NOV	\$ 52,167.73	NOV	\$ 56,913.26
DEC	\$ 56,888.55	DEC	\$ 58,552.81	DEC	\$ 55,751.39
TOTAL	\$ 773,839.02	TOTAL	\$ 864,547.65	TOTAL	\$807,897.77

2020

JAN	\$ 71,012.87
FEB	\$ 87,033.67
MAR	\$ 48,196.62
TOTAL	\$ 206,243.16

Item 12:

Quantify the amount of late payment fees the utility would have assessed since March

16, 2020, absent the Commission's directive.

Response:

The amount of late payment fees Inter-County Energy would have assessed since March

16, 2020, absent the Commission's directive, is \$256,174.56.

Item 13:

Provide copies of all general communication provided to customers regarding arrearages, late payments, payment plans, etc. since March 16, 2020. Customer-specific communication is excluded from this request.

Response:

See Exhibit A of Item 13, Pages 2-11

Item 13, Exhibit A:

Communication Posted to Inter-County Energy's Website



Community Action Deadline/Income Information



^{*}For each additional household member add the following to the monthly income \$560. Please call one of the local Community Action contact numbers for your county.



Communication Posted to Inter-County Energy's Website

WE'RE Here For You

[Admin Edit Content]

Resilient, reliable, responsive—Inter-County Energy is here for you! <u>Click to find out why</u>. Until further notice, we aren't disconnecting or applying late fees by order of the Kentucky Public Service Commission. Pay what you can when you can to avoid large balances when normal business resumes.

Submitted by interco on Thu, 03/26/2020 - 10:30

WE'RE Here for You!

Resilient, reliable, responsive—Inter-County Energy is here for you! One piece of the cooperative's mission is to provide long-term valued electrical energy and services to our members through a commitment to community. We keep our finger on the pulse of those things that make it easier for our members to communicate with the cooperative and during this Coronavirus situation, it's no exception.

Both Danville and Lebanon office lobbies have been closed to all walk-in traffic but the drive-thru windows are open for business from 7:30 am to 6:30 pm, Monday thru Friday. Inter-County Energy suspended residential disconnects and late fees because many of our members will be facing financial difficulties due to impacts from COVID-19.

Many options are available to pay electric bills from going through the drive-thru, downloading the mobile app, going to our website, paying by phone, automatic bank draft, dropping your payment in the mail or in the night deposit box. Inter-County Energy is asking members who are having trouble paying their bill to con-



tact the billing department to make arrangements so you don't have a greater hardship in the future. Inter-County Energy wants to be a resource for our members who are struggling during all situations and we are committed to providing solutions that are reasonable and work for our members.

We strongly encourage members with service requests to call our office and ask for a Member Accounts Representative. Anyone with questions regarding any of these options Including membership applications can call the office at 1-888-266-7322. Resilient, reliable, responsive—Inter-County Energy is here for you!

Communication Posted to Inter-County Energy Website



March 17, 2020

Inter-County Energy temporarily closes lobby, drive-thru remains open

Inter-County Energy has been continuously monitoring developments of the public health effort to contain the spread of the COVID-19. We are aware that we must maintain a healthy workforce to meet the needs of our members. In an attempt to keep our employees safe and healthy, and reduce the chance of any employee or member becoming sick, we will be closing our lobbies to the public starting Tuesday, March 17.

"This is an effort to protect our members as well as maintain a healthy workforce. We understand how important it is that we can continue to provide service to our members' and this is one step we are making to do that," says Jerry Carter, President & CEO of Inter-County Energy.

Both Danville and Lebanon office lobbies will be closed starting, March 17th to all walk-in traffic. Drive-thru windows at both locations will remain open with extended hours from 7:30 am to 6:30 pm. Our employees will continue to serve our members in all the capacities that they normally do. This includes office personnel as well as crews in the field.

Until further notice, Inter-County Energy will be suspending residential disconnects and new late fees to assist residential members who may be facing financial difficulties in the near-term due to impacts from COVID-19.

Members will be able to pay bills through the drive-thru, mobile app, the website, by phone, by mail, automatic bank draft or the night deposit. Anyone with questions regarding any of these options including membership applications can call the office at 1-888-266-7322. We strongly encourage members with service requests to call our office and ask for a Member Accounts Representative.

"We understand that this may cause an inconvenience to some of our members, but we are confident that we can work through this challenge together. We will continue to monitor the situation and will update our members as we know more about how long these actions will be necessary," says Carter.

Radio Communication

- A. Radio: Discussion on March 16th and 17th on three radio stations in our service territory about lobby being closed, drive-thru open for payments and payment options other than making in-person visits into the cooperative at both locations.
- B. Community Business Discussion in Marion County: May 18th invitation to discuss Inter County Energy's plans to continue to keep lobby closed and no disconnects until further notice as well as payment options until further notice.
- C. Scam Alerts: Shared scam alert information with the radio stations warning members of potential scam alerts concerning asking for electric bill payments.

Social Media Posts (including Facebook, Instagram, Twitter and our website) beginning March 16, 2020 through the present time.



Report scams to the Kentucky Attorney General: og ky.gov/scams + 1-888-432-9257 INTER COUNTY

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Social Media Posts (including Facebook, Instagram, Twitter and our website) beginning March 16, 2020 through the present time.



Social Media Posts (including Facebook, Instagram, Twitter and our website) beginning March 16, 2020 through the present time.



ITEM 13 Page 9 of 11 Respondent: Dan Hitchcock

Item 13, Exhibit A continued:

Social Media Posts (including Facebook, Instagram, Twitter and our website) beginning March 16, 2020 through the present time.



CEO Column that ran in the May 2020 issue of Kentucky Living Magazine

Resilient, Reliable, Responsive—Inter-County Energy is here for you!

Someday, some future historian will calculate the long-term damage inflicted by the COVID-19 pandemic on our families, communities and economy.

For today, I am taking account of how this crisis has not only exposed the vulnerabilities of humankind, but our strengths, as well.

For the families, communities and businesses served by Inter-County Energy, our most significant strength is our sense of community. The spirit that helped our parents and grandparents build this cooperative is still with us today. And, I dare say, we will need to rely on that spirit and sense of community as we ultimately reclaim our lives from this terrible disruption.

Inter-County Energy Cooperative is proud to serve you and we are proud of the way our communities have rallied to help each other in times of uncertainty and distress.

Guided by cooperative values, Inter-County Energy has taken a number of steps since March related to the outbreak of the COVID-19 coronavirus, in particular doing our part to discourage transmission of the virus. These measures are important not only to protect the public but to protect our ability to continue to serve you without disruption. We know that you have placed your trust in us to bring you safe, affordable and reliable power.

Both Danville and Lebanon office lobbies have been closed to all walk-in traffic, but the drive-thru windows have been open for business from 7:30 am to 6:30 pm, Monday thru Friday. Inter-County Energy knew that by suspending residential disconnects and late fees it would lessen the impact of financial difficulties due to the impacts from COVID-19.

Many options are available to pay electric bills from going through the drive-thru, downloading the mobile app, going to our website, paying by phone, automatic bank draft, dropping your payment in the mail or in the night deposit box. Inter-County Energy asks members who were having trouble paying their bill to contact the billing department to make arrangements so they wouldn't have a greater hardship in the future. We strongly encourage members with service requests or questions about membership applications to call our office and ask for a Member Accounts Representative. Anyone with questions regarding any of these options including membership applications can call the office at 1-888-266-7322.

Inter-County Energy Cooperative is proud to serve you and we are proud of the way our communities have rallied to help each other in times of uncertainty and distress.

I often reflect on the Seven Cooperative Principles, the ideals for the operation of any cooperative. Three of those seven principles stand out to me today:

CEO Column that ran in the May issue of Kentucky Living Magazine (continued)

Education, Training and Information: Inter-County Energy is committed to keeping you informed and serving as a trusted resource upon which you can rely.

Cooperation among Cooperatives: Our service to you has been buoyed by our partnership with the 25 other electric cooperatives in Kentucky and our statewide association, the publisher of *Kentucky Living*.

Concern for Community: Inter-County Energy is dedicated to the safety and wellbeing of the people we serve, during times of crisis and as we recover together.

Resilient, reliable, responsive—Inter-County Energy is here for you!

Item 14:

Provide a detailed explanation and breakout of any cost increases and decreases income (by customer class if applicable) the utility has experienced as a result of the COVID-19 State of Emergency.

Response:

Cost Increases:

Response is based on month ending 6/30/2020.

Labor cost associated with extended drive-in hou cleaning, employees quarantined due to COVID modified work hours for health issues	,	\$35,643
System upgrades to facilitate telework and remo communications, Firewalls, laptops & licenses	te	\$6,407
Safety measures – glass front counter, engineer	ing enclosures	\$6,588
PPE		\$870
Sanitizer & thermometers		\$557
COVID19 Signs & Posters		\$89
То	tal Cost Increases	\$50,154

INTER-COUNTY ENERGY COOPERATIVE CORPORATION	ITEM 14
CASE NO. 2020-00085	Page 2 of 2
	Respondent: Sheree Gilliam
Decreased Income:	
Response is based on March 16 – June 30, 2020	
Late Fees	\$256,175
Disconnect/Reconnect Fees	\$19,629

Reduced Margins due to reduced kWh sales by class Jan - May*

		kWh sold		
	<u>01/19 – 05/19</u>	01/20 – 05/20	Reduced kWh	<u>sold</u>
Residential	155,779,573	150,690,001	5,089,572	\$171,265
Small Commercial	6,883,126	7,653,856	(770,730)	(19,183)
Large Power	10,526,838	10,303,956	222,882	4,083
Industrial	27,114,807	24,094,430	3,020,377	62,159

Total Decreased Income \$494,128

*Estimate based on 5-month period 2019 & 2020. Data is not weather normalized. Power costs were removed from the calculation.

Item 15:

Provide a detailed explanation and breakout of any cost decreases and increased income the utility has experienced as a result of the COVID-19 State of Emergency.

Response:

Responses are based on month ending 5/31/2020:

Cost Decreases:

Fuel	\$ 6,779	*See explanation below
Travel & Training	\$15,362	

*Inter-County Energy drove 3,576 more miles in the first 5-month of 2020 compared to January – May 2019. Because of COVID 19 and Inter-County's efforts to enforce social distancing, crew members who usually ride to the job site in one vehicle were split-up and each crew member drove to the job site in a separate vehicle resulting in more miles driven. Inter-County's fuel costs in 2020 were less compared to 2019 because the actual cost of fuel at the pump was less in the first 5-months of 2020.

Mileage Comparison Jan - May

2020 - 193,834

2019 - 190,258

Item 16:

Provide any additional information or data the utility believes the Commission should consider in amending or vacating its previous Orders in the this matter.

Response:

Inter-County Energy as a member-owned Cooperative, has a long-established history of working closely with our members in need of assistance with their electric bills. However, with each additional month the suspension of late fees and the disconnect moratorium is in effect, many of our most economically vulnerable and budget challenged members will fall further behind in their past due balances. The concern is that even with extended partial payment plans, these arrearage balances may grow to an insurmountable mountain that budgeting for and catching up these balances may prove to be extremely difficult for our members. This is especially concerning for those members currently on our prepay program who have a current debt management balance whose debt load would increase. To that end, we encourage the Commission to expedite the lifting of the moratorium so that we can begin to work with our members to bring them current in their bills in as practical and sensible manner possible.

Item 17:

If applicable, provide any information or concerns regarding the utility's prepay program as it relates to the Commission's previous Orders in this docket.

Response:

We currently have 213 members on prepay electric, 83 or 40% of those accounts have negative balances and would be disconnected under normal circumstances. In regards to the 83 accounts that are past due, 58 or 70% of those accounts have debt management.

BALANCES	# ACCOUNTS
\$.01 - \$249	46
\$250 - \$499	25
\$500 - \$749	9
\$750 - \$999	2
\$1000 +	1