

**COMMONWEALTH OF KENTUCKY**  
**BEFORE THE PUBLIC SERVICE COMMISSION**

In the Matter of:

THE ELECTRONIC APPLICATION OF LICKING VALLEY RURAL	)	
ELECTRIC COOPERATIVE CORPORATION FOR A GENERAL	)	
ADJUSTMENT OF RATES PURSUANT TO STREAMLINED	)	CASE NO.
PROCEDURE PILOT PROGRAM ESTABLISHED IN CASE NO.	)	2020-00338
2018-00407	)	

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**LICKING VALLEY RURAL ELECTRIC COOPERATIVE CORPORATION**  
**SUPPLEMENTAL RESPONSE TO ATTORNEY GENERAL’S DATA REQUESTS**

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Filed: February 15, 2021



COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE ELECTRONIC APPLICATION OF )  
LICKING VALLEY RURAL COOPERATIVE )  
CORPORATION FOR A GENERAL ) CASE NO.  
ADJUSTMENT OF RATES PURSUANT TO ) 2020-00338  
STREAMLINED PROCEDURE PILOT )  
PROGRAM ESTABLISHED IN )  
CASE NO. 2018-00407 )

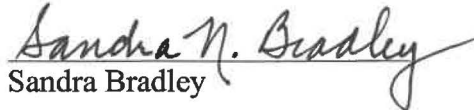
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VERIFICATION OF SANDRA BRADLEY

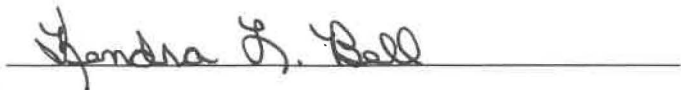
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COMMONWEALTH OF KENTUCKY )  
 )  
COUNTY OF MORGAN )

Sandra Bradley, Accountant of Licking Valley Rural Cooperative Corporation being duly sworn, states that she has supervised the preparation of certain responses to request for information in the above-referenced case 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.

  
Sandra Bradley

The foregoing Verification was signed, acknowledged and sworn to before me this 1st day of February, 2021, by Sandra Bradley.



Notary Commission Number: KYNP10587

Commission expiration: 07/16/2024

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION


In the Matter of:

THE ELECTRONIC APPLICATION OF )  
LICKING VALLEY RURAL COOPERATIVE )  
CORPORATION FOR A GENERAL ) CASE NO.  
ADJUSTMENT OF RATES PURSUANT TO ) 2020-00338  
STREAMLINED PROCEDURE PILOT )  
PROGRAM ESTABLISHED IN )  
CASE NO. 2018-00407 )

VERIFICATION OF JOHN WOLFRAM


COMMONWEALTH OF KENTUCKY )  
COUNTY OF JEFFERSON )

John Wolfram, being duly sworn, states that he has supervised the preparation of certain responses to request for information in the above-referenced case and that the matters and things set forth therein are true and accurate to the best of his knowledge, information and belief, formed after reasonable inquiry.

  
John Wolfram

The foregoing Verification was signed, acknowledged and sworn to before me this 10th day of February, 2021, by John Wolfram.



  
Notary Commission No. KYNP10562

Commission expiration: 7/23/24

Witnesses: Kerry Howard and Sandy Bradley

**Licking Valley Rural Electric Cooperative Corporation**  
**Case No. 2020-00338**  
**AG's Data Requests**

24. Refer to the case generally. Provide a detailed explanation of all salary and benefits that Licking Valley RECC provided to the members of the Board of Directors during the years 2015-2020. Ensure to provide the salary amounts, and specific details regarding all benefit packages including but not limited to health, dental, vision, accidental death and disability, life insurance, bonuses, awards, vehicle allowances, and the like.
- a. Provide the total amount of Licking Valley RECC Board of Directors' fees for the test year.
  - b. Provide a breakdown of the total amount of the Licking Valley RECC Board of Directors' fees for the test year.
  - c. Discuss if there will be any changes to the Board of Directors' salaries and/or benefit packages for 2021. If not, explain why not.

**Response:**

For 2015-2020 Licking Valley directors (except for the Secretary-Treasurer) received a fee of \$300.00 for each board meeting attended, and an additional \$300.00 for attendance at any other meeting where they were officially representing Licking Valley, such as the East Kentucky Power Cooperative annual meeting, or Kentucky Association of Electric Cooperatives meetings. In consideration of additional duties and time spent during the year, Licking Valley's Secretary-Treasurer received \$600.00 for each board meeting attended. The only benefit of any nature which Licking Valley directors received is a modest amount of Accidental Death and Dismemberment insurance coverage.

Please see attached.

- a. This was previously attached to the original response.
- b. Please see attached.
- c. Licking Valley does not anticipate any changes to the Board of Directors' salaries for 2021. The Board does not have any benefit packages.

Licking Valley RECC  
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AG's Data Request

Licking Valley Electric's Board of Directors Fees & Benefits (2015)

NAME AND TITLE	FEES	AD&D INS	TOTAL
Philip Williams, Director	\$ 4,200.00	\$ 12.96	\$ 4,212.96
J. Frank Porter, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96
Darrell Cundiff, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96
Michael Adams, Director	\$ 3,600.00	\$ 8.40	\$ 3,608.40
Ted Holbrook, Director	\$ 7,200.00	\$ 12.96	\$ 7,212.96
Dolores Jones, Director	\$ 3,600.00	\$ 1.92	\$ 3,601.92
C. K. Stacy, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96
Tommy Hill, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96

Licking Valley RECC  
Case No. 2020-00338  
AG's Data Request

Licking Valley RECC's Board of Directors Fees & Benefits (2016)

NAME AND TITLE	FEES	AD&D INS	TOTAL
Philip Williams, Director	\$ 3,900.00	\$ 12.96	\$ 3,912.96
J. Frank Porter, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96
Darrell Cundiff, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96
Michael Adams, Director	\$ 3,600.00	\$ 8.40	\$ 3,608.40
Ted Holbrook, Director	\$ 7,500.00	\$ 11.82	\$ 7,511.82
Dolores Jones, Director	\$ 3,600.00	\$ 1.92	\$ 3,601.92
C. K. Stacy, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96
Tommy Hill, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96

Licking Valley RECC  
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Licking Valley RECC's Board of Directors Fees & Benefits (2017)

NAME AND TITLE	FEES	AD&D INS	TOTAL
Philip Williams, Director	\$ 4,200.00	\$ 12.96	\$ 4,212.96
J. Frank Porter, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96
Darrell Cundiff, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96
Michael Adams, Director	\$ 1,500.00	\$ 2.45	\$ 1,502.45
Ted Holbrook, Director	\$ 5,700.00	\$ 8.40	\$ 5,708.40
Dolores Jones, Director	\$ 3,600.00	\$ 1.92	\$ 3,601.92
C. K. Stacy, Director	\$ 1,500.00	\$ 5.40	\$ 1,505.40
Tommy Hill, Director	\$ 5,700.00	\$ 12.58	\$ 5,712.58
Travis Stacy, Director	\$ 2,100.00	\$ 7.56	\$ 2,107.56
Kevin Howard, Director	\$ 2,100.00	\$ 7.56	\$ 2,107.56



Licking Valley RECC  
Case No. 2020-00338  
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Licking Valley RECC's Board of Directors Fees & Benefits (2018)

NAME AND TITLE	FEES	AD&D INS	TOTAL
Philip Williams, Director	\$ 4,200.00	\$ 12.96	\$ 4,212.96
J. Frank Porter, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96
Darrell Cundiff, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96
Ted Holbrook, Director	\$ 3,600.00	\$ 8.40	\$ 3,608.40
Dolores Jones, Director	\$ 3,600.00	\$ 1.92	\$ 3,601.92
Tommy Hill, Director	\$ 7,200.00	\$ 8.40	\$ 7,208.40
Travis Stacy, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96
Kevin Howard, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96

Licking Valley RECC  
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AG's Data Request

Licking Valley RECC's Board of Directors Fees & Benefits (2019)

NAME AND TITLE	FEES	AD&D INS	TOTAL
Philip Williams, Director	\$ 3,900.00	\$ 12.96	\$ 3,912.96
J. Frank Porter, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96
Darrell Cundiff, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96
Ted Holbrook, Director	\$ 3,600.00	\$ 8.40	\$ 3,608.40
Dolores Jones, Director	\$ 3,600.00	\$ 1.92	\$ 3,601.92
Tommy Hill, Director	\$ 7,200.00	\$ 8.40	\$ 7,208.40
Travis Stacy, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96
Kevin Howard, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96

Licking Valley RECC  
Case No. 2020-00338  
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Licking Valley RECC's Board of Directors Fees & Benefits (2020)

NAME AND TITLE	FEES	AD&D INS	TOTAL
Philip Williams, Director	\$ 4,200.00	\$ 12.96	\$ 4,212.96
J. Frank Porter, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96
Darrell Cundiff, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96
Ted Holbrook, Director	\$ 3,600.00	\$ 8.40	\$ 3,608.40
Andrew Jones, Director	\$ 2,700.00	\$ -	\$ 2,700.00
Tommy Hill, Director	\$ 7,500.00	\$ 8.40	\$ 7,508.40
Travis Stacy, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96
Kevin Howard, Director	\$ 3,600.00	\$ 12.96	\$ 3,612.96

**Licking Valley Rural Electric Cooperative Corporation**  
**Case No. 2020-00338**  
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28. Refer to the Wolfram Testimony, page 12, and explain why East Kentucky Power Cooperative ("EKPC") has not paid any capital credits to Licking Valley RECC.

**Response:**

The testimony cited should be modified to say "The adjustment removes the G & T Capital Credits from the test period." The rest of the sentence should be removed. For the first time in many years, EKPC allocated/paid capital credits in 2019. This is reflected in the cost of service and rate analysis but is mis-stated in testimony. Specifically, EKPC allocated/paid capital credits in 2019 totaling \$989,382, as noted in Exhibit JW-2, page 1, line 29. Of this total, \$910,093 was an allocation of patronage capital from EKPC to Licking Valley, the effect of which was to increase Licking Valley's equity. The balance of \$79,289 was a cash payment of patronage capital from EKPC to Licking Valley. The receipt of this cash payment was treated by Licking Valley the same as any other income. It was not paid to Licking Valley's owner-members, and was used merely to offset expense and for other reasonable general corporate purposes.