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Commonwealth of Kentucky
Public Service Commission
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David L. Armstrong
Chairman

James Gardner
Vice-Chairman

John W. Clay
Commissioner

November 6, 2008

Honorable Charles A. Lile
Senior Corporate Counsel
East Kentucky Power Cooperative, Inc.
4775 Lexington Road
P.O. Box 707
Winchester, KY 40392-0707

RE: Case No. 2008-00409
East Kentucky Power Cooperative, Inc.
(General Rates)

The Commission staff has reviewed East Kentucky Power Cooperative, Inc.'s application in the above case and finds that it meets the minimum filing requirements. Enclosed please find a stamped filed copy of the first page of your filing. This case has been docketed and will be processed as expeditiously as possible.

If you need further assistance, please contact my staff at 502-564-3940.

Sincerely,

A handwritten signature in cursive script, appearing to read "Ryan Gatewood".

Ryan Gatewood
Filings Division Director

RG/rs
Enclosure

cc: Parties of Record

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

RECEIVED

OCT 31 2008

PUBLIC SERVICE
COMMISSION

In the Matter of:

GENERAL ADJUSTMENT OF ELECTRIC RATES)
OF EAST KENTUCKY POWER)
COOPERATIVE, INC.)

PSC CASE NO.
2008-00409

FILED

OCT 31 2008

PUBLIC SERVICE
COMMISSION

APPLICATION

East Kentucky Power Cooperative, Inc. ("Applicant" or "EKPC") hereby informs the Public Service Commission of Kentucky (the "Commission") that it is engaged in the business of the generation and transmission of wholesale electric power and energy to sixteen member distribution cooperatives in the Commonwealth of Kentucky and does hereby propose, pursuant to KRS §§278.180, 278.190 and 807 KAR 5:001 Section 10 and related sections, to adjust its wholesale electric rates and charges, effective December 1, 2008. In support of this Application, Applicant states as follows:

1. Applicant's business address is 4775 Lexington Road Winchester, Kentucky 40391, and the Applicant's mailing address is Post Office Box 707, Winchester, Kentucky 40392-0707.

2. Applicant's proposed adjustments of its wholesale power rates are necessary to address new expenses relating to the addition of Spurlock Station Unit No. 4, near Maysville, Kentucky, and to address EKPC's current financial condition. Based on its operating budget, revenue requirements are approximately \$67.9 million more than what the current base rates for Member Systems would provide in annual revenue. This equates to a wholesale rate increase of approximately 7.8 %. EKPC initially proposes to increase all rates on a proportional basis (Phase I). EKPC also proposes changes in its rate design, to establish rates which more closely reflect the cost of service (Phase II),