

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF CUMBERLAND	)	
VALLEY ELECTRIC, INC. FOR	)	CASE NO. 2014-00139
APPROVAL OF A PREPAY	)	
METERING TARIFF	)	

COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION  
TO CUMBERLAND VALLEY ELECTRIC, INC.

Cumberland Valley Electric, Inc. ("Cumberland Valley"), pursuant to 807 KAR 5:001, Section 8, is to file with the Commission its responses to the following information, with a copy to all parties of record. The information requested herein is due no later than ten days from the date of this request. Cumberland Valley shall file, pursuant to 807 KAR 5:001, Section 8(12)(a)2, the original in paper medium no later than the second business day following the electronic filing. The paper original filed with the Commission shall be appropriately bound, tabbed, and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Cumberland Valley shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which Cumberland Valley fails or refuses to furnish all or part of the requested information, Cumberland Valley shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention should be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request.

1. Refer to Item 3 of the proposed Prepay Service tariff and Item 23 of the Agreement for Prepay Service. State whether Cumberland Valley will require the customer to commit to remaining on the Prepay Service tariff for one year, or if it intends to allow the customer to request to be returned to Residential Service tariff after being on the Prepay Service tariff for less than one year.

2. Refer to Item 16 of the proposed Prepay Service tariff. Confirm that the service fee mentioned is the \$20 returned check charge which is included on Original Sheet No. 34 of Cumberland Valley's Rules and Regulations. If so, state whether Cumberland Valley is willing to revise the proposed tariff to include the amount of the fee.

3. Refer to Item 14 of the Testimony of Mary E. Purvis ("Purvis Testimony").

a. Explain why Cumberland Valley plans to install new AMI meters with an internal disconnect device instead of adding disconnect devices to its currently installed AMI meters.

b. Explain if there are compatible disconnect devices that could be added to the existing AMI meters that are less expensive than the cost of a new AMI meter.

4. Refer to Item 15 of the Purvis Testimony.

a. Provide the expected monthly expense related to transactions Cumberland Valley expects to incur for prepay metering customers.

b. Explain how transaction costs will be recovered if they are not included in the Prepay service fee.

5. Refer to Item 28 of the Purvis Testimony. State whether Cumberland Valley has estimated the possible reduction in operating costs that could result from the proposed Prepay Service tariff. If so, provide a detailed breakdown of the estimate.

6. Refer to Exhibit C-1. For the line item Monthly Expense per Member, the amount is shown as \$5.54. However, Cumberland Valley is proposing a monthly Prepay service fee of \$3.00. Explain how Cumberland Valley plans to recover the \$2.54 not collected by the Prepay service fee.

7. Refer to Exhibit C-1 and Exhibit E, page 2 of 2. On Exhibit C-1, the expense listed for Communication Fees is \$0.30. On Exhibit E, page 2 of 2, the Communication Fees are listed as \$0.40. State which amount is correct.



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Jeff Derouen  
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Public Service Commission  
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DATED JUN 09 2014

cc: Parties of Record

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