SULLIVAN, MOUNTJOY, STAINBACK & MILLER PSC ATTORNEYS AT LAW

Ronald M. Sullivan

Jesse T. Mountjoy

Frank Stainback

James M. Miller

Michael A. Fiorella

Allen W. Holbrook

R. Michael Sullivan

Bryan R. Reynolds

Tyson A. Kamuf

Mark W. Starnes

C. Ellsworth Mountjoy

Mary L. Moorhouse

April 20, 2012

Mr. Jeff DeRouen Executive Director Public Service Commission 211 Sower Boulevard, P.O. Box 615 Frankfort, Kentucky 40602-0615 RECEIVED

APR 20 2012

PUBLIC SERVICE COMMISSION

Re: Notice of Filing by Big Rivers Electric Corporation of Tariff Additions for Demand-Side Management and Energy Efficiency Programs

Dear Mr. DeRouen:

Enclosed on behalf of Big Rivers Electric Corporation ("Big Rivers") are (i) an original and four copies of Big Rivers' new tariff sheets PSC No. 24, Sheets 2.16 through 2.17, (ii) a revised tariff table of contents that includes references to the new tariff sheets, (iii) documents supporting the new tariff sheets, and (iv) a certificate that Big Rivers has provided notice to its members of the filing of the new tariff sheets. The new tariff sheets implement an additional demand-side management/energy efficiency program. Please note that on March 16, 2012, Big Rivers filed tariff sheets implementing other demand-side management and energy efficiency programs, which are under review in Case No. 2012-00142. This letter, the attached tariffs, and the attached supporting documents, have also been filed electronically on the date hereof. I certify that a copy of this Notice and Application have been served on the Kentucky Attorney General, Office of Rate Intervention, and all persons on the attached service list.

Please note that in addition to serving copies of orders, pleadings and other documents filed in this case on the undersigned, please also serve Big Rivers' management as follows: Albert Yockey, Big Rivers Electric Corporation, 201 Third Street (42420), P.O. Box 24 (42419-0024), Henderson, Kentucky.

Sincerely,

Tyson Kamuf

Counsel for Big Rivers Electric Corporation

Enclosures

Copies to: Mark A. Bailey

Albert Yockey Aaron Greenwell

Telephone (270) 926-4000 Telecopier (270) 683-6694

> 100 St. Ann Building PO Box 727 Owensboro, Kentucky 42302-0727

Service List

Dennis G. Howard, II, Esq. Lawrence W. Cook, Esq. Assistant Attorneys General 1024 Capitol Center Drive Suite 200 Frankfort, KY 40601-8204

Michael L. Kurtz, Esq. Kurt J. Boehm, Esq. Boehm, Kurtz and Lowry 36 East Seventh Street, Suite 1510 Cincinnati, OH 45202

David C. Brown, Esq. Stites & Harbison PLLC 1800 Aegon Century 400 West Market Street Louisville, KY 40202

J. Christopher Hopgood, Esq. Dorsey, King, Gray, Norment & Hopgood 318 Second Street Henderson, KY 42420

Melissa D. Yates, Esq. Denton & Keuler, LLP 555 Jefferson Street P.O. Box 929 Paducah, KY 42002-0929

Tom Brite, Esq. 83 Ball Park Road PO Box 309 Hardinsburg, KY 40143-0309 Sanford Novick President and CEO Kenergy Corp. 3111 Fairview Drive P.O. Box 1389 Owensboro, KY 42302-1389

G. Kelly Nuckols
President and CEO
Jackson Purchase Energy
Corporation
2900 Irvin Cobb Drive
P.O. Box 4030
Paducah, KY 42002-4030

Burns E. Mercer President/CEO Meade County R.E.C.C. 1351 Highway 79 P.O. Box 489 Brandenburg, KY 40108-0489

Big Rivers Electric Corporation Table of Contents

Standard Electric Rate Schedules – Terms and Conditions

		Sheet	Effective
	<u>Title</u>	Number	Date
General Inde	X		
SECTION 1	Chandard Data Calcadular	1	
	- Standard Rate Schedules	1	00 01 0011
RDS	Rural Delivery Service	1	09-01-2011
DSM-0	, , , , , , , , , , , , , , , , , , , ,	2.01	04-16-2012
DSM-0	1		
	Incentive Program	2.02	04-16-2012
DSM-0	· ·		
	Incentive Program	2.03	04-16-2012
DSM-0	<i>y</i> ,		
	and Air Conditioning ("HVAC") Program	2.05	04-16-2012
DSM-0	5 Residential Weatherization Program	2.07	04-16-2012
DSM-0	6 Touchstone Energy® New Home Program	2.09	04-16-2012
DSM-0	7 Residential and Commercial HVAC &		
	Refrigeration Tune-Up Program	2.11	04-16-2012
DSM-0			
	Replacement Incentive Program	2.12	04-16-2012
DSM-0			
	Program	2.14	04-16-2012
DSM-1			0.10 2012
2,01,1	Heating Source Non-Electric	2.16	05-20-2012
LIC	Large Industrial Customer	6	09-01-2011
CATV	Cable Television Attachment	9	09-01-2011
QFP	Cogeneration/Small Power Production Purchase –	,	07-01-2011
QIT	Over 100 KW	17	09-01-2011
QFS	Cogeneration/Small Power Production Sales	17	09-01-2011
Qrs	- Over 100 KW	20	00 01 2011
LICV		20	09-01-2011
LICX	Large Industrial Customer Expansion	29	09-01-2011
SECTION 2 -	- Adjustment Clauses and Service Riders	34	
CSR	Voluntary Price Curtailable Service Rider	34	09-01-2011
RRES	Renewable Resource Energy Service	40	09-01-2011
RA	Rebate Adjustment	44	09-01-2011
		• •	3, 01 2 011

DATE OF ISSUE April 20, 2012 DATE EFFECTIVE May 20, 2012

ISSUED BY

Mark A. Bailey, President and Chief Executive Officer Big Rivers Electric Corporation, 201 Third Street, Henderson, KY 42420 [T]

Big Rivers Electric Corporation Table of Contents

[T]

Standard Electric Rate Schedules – Terms and Conditions

	<u>Title</u>	Sheet <u>Number</u>	Effective <u>Date</u>
SECTION 2	- Adjustment Clauses and Service Riders (continued)		
ES	Environmental Surcharge	46	09-01-2011
FAC	Fuel Adjustment Clause	48	09-01-2011
MRSM	Member Rate Stability Mechanism	51	09-01-2011
US	Unwind Surcredit	55	09-01-2011
RER	Rural Economic Reserve Rider	57	09-01-2011
NSNFP	Non-Smelter Non-FAC PPA	59	09-01-2011
SECTION 3	 Special Rules Terms and Conditions 	64	
	Contract Demand	64	09-01-2011
	Metering	64	09-01-2011
	Electric Characteristics and Delivery Point(s)	64	09-01-2011
	Substations	64	09-01-2011
	Rate	64	09-01-2011
	Discount Adjustment	65	09-01-2011
	Meter Testing and Billing Adjustment	65	09-01-2011
	Monitoring Uses	66	09-01-2011
	Notice of Meter Reading or Test	66	09-01-2011
	Power Factor	66	09-01-2011
	Right-of-Access	67	09-01-2011
	Continuity of Service	67	09-01-2011
	Payments of Bills	67	09-01-2011
	Transmission Emergency Control Program	68	09-01-2011
	Generation Deficiency Emergency Control Program	71	09-01-2011
	Fuel Emergency Control Program	73	09-01-2011
SECTION 4	– Definitions	77	

DATE OF ISSUE April 20, 2012 DATE EFFECTIVE May 20, 2012

ISSUED BY

Mark A. Bailey, President and Chief Executive Officer Big Rivers Electric Corporation, 201 Third Street, Henderson, KY 42420

		For All Territory Served By Cooperative's Transmission System	
	P.S.C. KY. No.	24	
	Original	SHEET NO.	2.16
Big Rivers Electric Corporation	CANCELLING P.S.O	CANCELLING P.S.C. KY. No.	
(Name of Utility)	***************************************	SHEET NO	
RATES, TEF	RMS AND CONDITIONS – SECTION	N 1	

STANDARD RATE - RDS - Rural Delivery Service - (continued)

DSM-10

Residential Weatherization Program-Primary Heating Source Non-Electric

Purpose

This program promotes increased implementation of weatherization improvements among Rural Customers whose primary heating source is non-electric by paying a Member an incentive for the benefit of an eligible Rural Customer, who undertakes and completes residential weatherization improvements in accordance with this program.

Availability

A DSM program's rates, terms and conditions are available to a Member for its Rural Customers, subject to the limitations and eligibility requirements of this program, and to the rules and regulations of this tariff and the Member's corresponding tariff.

Eligibility

An eligible Rural Customer is a Member's Rural Customer who undertakes and completes weatherization improvements in accordance with this program at the Rural Customer's home located in the Member's service area, if the Rural Customer's home has a primary heat source that is non-electric and electric-sourced air conditioning.

Member Incentives

Big Rivers will provide 25% of the cost of residential weatherization improvements performed in accordance with this program. Big Rivers will also reimburse a Member's reasonable costs of promoting this program, if the promotional program and its costs are pre-approved by Big Rivers.

Terms & Conditions

- 1. Big Rivers will contract with a third party contractor ("Contractor") that performs weatherization projects for electric utilities.
- 2. The Member will promote the program, and select Rural Customer names to submit to Contractor.
- 3. Contractor will contact the Rural Customers from the names provided, and manage the weatherization process.

DATE OF ISSUE	April 20, 2012	DATE EFFECTIVE	May 20, 2012	
marke.T	Juley			
ISSUED BY		Mark A. Bailey, President and Chief Exc		
	\B l g Rive	ers Electric Corporation, 201 Third Street	. Henderson, KY 42420	

	For All Territory Served By Cooperative's Transmission System		
	P.S.C. KY. No.	•	
	Original	SHEET NO.	2.17
Big Rivers Electric Corporation (Name of Utility)	CANCELLING P.S.	.C. KY. No.	
(wante of Ounty)		SHEET NO	
RATES, TERM	S AND CONDITIONS – SECTIO)N 1	

STANDARD RATE - RDS - Rural Delivery Service - (continued)

DSM-10 (continued)

Residential Weatherization Program-Primary Heating Source Non-Electric

- 4. Big Rivers will pay the Contractor \$150 for the initial audit.
- 5. Big Rivers will also pay \$3 per installed CFL bulb and \$10 per installed low-flow aerator, or low-flow shower head, if the water heater is electric, as part of the initial audit. Reimbursement will be limited to the following:

CFL Bulbs

Low-Flow Aerator

Low-Flow Shower Head

Twenty (20) per Rural Customer's residence

Two (2) per Rural Customer's residence

One (1) per Rural Customer's residence

Evaluation, Measurement and Verification

Big Rivers will initiate a process of evaluation, measurement and verification for the program. The process will ensure the quality and effectiveness of the program and optimal use of resources.

DATE OF IGGUE	A	DATE EFFECTIVE	Mar. 20, 2012	
Mank L	April 20, 2012	DATE EFFECTIVE	May 20, 2012	
ISSUED BY	Mark Big Rivers Flee	A. Bailey, President and Chief Exectric Corporation, 201 Third Street	ecutive Officer Henderson, KV 42420	
	Digital City	one corporation, 201 Time oneon	, 110Hd0130H, 11 1 42420	

Big Rivers Electric Corporation Tariff Additions

for

Demand-Side Management and Energy Efficiency Programs

DSM 10 - Residential Weatherization Program -**Primary Heating Source Non-Electric**

Background -

On March , 2012, pursuant to Commission's letter to Big Rivers dated November , 2011, Big Rivers filed tariff sheets for the following Demand-Side Management and Energy Efficiency Programs -

DSM-01	High Efficiency Lighting Replacement Program
DSM-02	ENERGY STAR® Clothes Washer Replacement Incentive Program
DSM-03	ENERGY STAR® Refrigerator Replacement Incentive Program
DSM-04	Residential High Efficiency Heating, Ventilation and Air Conditioning ("HVAC") Program
DSM-05	Residential Weatherization Program
DSM-06	Touchstone Energy® New Home Program
DSM-07	Residential and Commercial HVAC & Refrigeration Tune-Up Program
DSM-08	Commercial / Industrial High Efficiency Lighting Replacement Incentive Program
DSM-09	Commercial / Industrial General Energy Efficiency Program

DSM-05 – Residential Weatherization Program is currently designed for allelectric homes. Big Rivers' Members expressed an interest in designing a comparable program for those homes which have non-electric heating. Working with its Members and GDS Associates, Big Rivers evaluated the potential design of such a program. The results of those efforts are DSM-10 – Residential Weatherization Program – Primary Heating Source Non-Electric.

Analytical Support for DSM-10 -

In support of DSM-10, Big Rivers attaches a two-page printout which provided the results of GDS Associates' analysis. This document provides the Total Resource Cost ("TRC"), or TRC Ratio, and Utility Cost Test ("UCT"), or UCT Ratio for a home with the primary heating source being gas, whether natural gas or propane. Page 1 of 2 focuses on homes where attic insulation 'R' values range from R0 to R38; page 2 of 2 focuses on homes where attic insulation 'R' values range from R9 to R38. In the heating and cooling columns (labeled 'Heat' and 'Cool', respectively) these ratios are higher on page 1 of 2, versus page 2 of 2.

Big Rivers Electric Corporation TRC Ratio and UCT Ratio Supporting Documentation Based on Attic Insulation Increasing from R0 to R38

Big Rivers Weatherization Package (2010 Analysis - Updated for Gas Heat/Water Heat Home; Single Family)

Base Home Consumption (estimates from 2010 Analysis)

Heat (MMBTU) 85.1 Cooling (Summer kWh) 6875 WH (MMBTU) 18.4 Light&Appliances (kWh) 6405

Total MMBTU 103.5 Total kWh 13,280

Weatherization Measure Energy Savings (as a %)

Attic Insulation (R0 to R38)

Duct Sealing

CFL Bulb Replacement (x10)

Heat	Cool	WH	Other
37.22%	30.82%	0.00%	0.00%
12.52%	12.49%	0.00%	0.00%
0.000/	0.000/	0.0007	4.700/

% Savings Source

*REM/Rate *REM/Rate

6661

4052

2609 39.17%

*14W CFL replacing 42W halogen to reflect EISA standards. 3 hours/day; total of 10 bulbs

Weatherization Measure Demand Savings (Unit)

Attic Insulation (R0 to R38)

Duct Sealing CFL Bulb Replacement (x10) Wx Package (Combined)

Sum. kW	Sum. CF	Win. kW	Win. CF
1.8	73.0%	0.1	0%
0.5	73.0%	0	0%
0.28	11.0%	0.28	26%
2.58	66.3%	0.38	19.2%

Savings Source

*REM/Rate

*REM/Rate

*14W CFL replacing 42W halogen to reflect EISA standards; total of 10 bulbs

Weatherization Measure Savings (in units)

Heat (MMBTU) Cooling (Summer kWh) WH (MMBTU)

Light&Appliances (kWh)

Duct Scanne	OLP.	WAINS
10.7	0.0	42.3
859	0	2978
0	0.0	0.0
0	307	307
	859 0	10.7 0.0 859 0 0 0.0

CEI

My Dire

Total MMBTU Total kWh

31.7	10.7	0.0	42.3
2,119	859	307	3,284

Summer kW (Peak) Winter kW (Peak)

1.31 0.37	0.03	1,71
0.00 0.00	0.07	0.07

Weatherization Measure Costs (in units)

Incremental Cost Rebate Amount

\$1,418.60	\$500.00	\$18.50 \$1,9	37.10 *	2010	Big Rivers Analysis
\$455	\$175	\$49 \$6	78 *	2010	Big Rivers Analysis

Useful Life

Years

20	18	10	18,5	*2010 Big	g Rivers Analysis

Benefits/Costs

Electric Benefits Gas Benefits Other Benefits

\$2,294	\$771	\$169	\$3,234
\$5,805	\$1,801	\$0	\$7,307
\$0	\$0	\$25	\$36

Utility Rebates Net Participant Costs **Total Measure Costs**

\$455	\$175	\$49	\$678
\$963.95	\$325.00	-\$30.00	\$1,258.95
			\$1,937.10

TRC Ratio **UCT** Ratio

		40.40	T 45
3./1	3.14	10.49	0.40
WERES: U.S WAR	I 4.4U	1 3.49	4.//

Big Rivers Electric Corporation TRC Ratio and UCT Ratio Supporting Documentation Based on Attic Insulation Increasing from R9 to R38

Big Rivers Weatherization Package (2010 Analysis - Updated for Gas Heat/Water Heat Home ; Single Family)

Base Home Consumption (estimates from 2010 Analysis)

Heat (MMBTU) 60.3 Cooling (Summer kWh) 5179 WH (MMBTU) 18.4 Light&Appliances (kWh) 6405

Total MMBTU 78.7 Total kWh 11,584

Weatherization Measure Energy Savings (as a %)

Attic Insulation (R9 to R38)

Duct Sealing CFL Bulb Replacement (x10) Wx Package (Combined)

Heat	Cool	WH	Other	
11.43%	8.17%	0.00%	0.00%	
12.47%	12.10%	0.00%	0.00%	
0.00%	0.00%	0.00%	4.79%	
22.46%	19.25%	0.00%	4.79%	

% Savings Source

*REM/Rate 5018 4052 966 19.25%

*REM/Rate

*14W CFL replacing 42W halogen to reflect EISA standards. 3 hours/day; total of 10 bulbs

Weatherization Measure Demand Savings (Unit)

Attic Insulation (R9 to R38)

Duct Sealing	
CFL Bulb Replacement (x10)	
Wx Package (Combined)	

Sum. kW	Sum. CF	Win. kW	Win. CF	
0.4	73.0%	0	0%	
0.4	73.0%	0	0%	
0.28	11.0%	0.28	26%	
1.08	56.9%	0.28	26.0%	

Savings Source *REM/Rate

*REM/Rate

*14W CFL replacing 42W halogen to reflect EISA standards; total of 10 bulbs

Weatherization Measure Savings (in units)

Heat (MMBTU) Cooling (Summer kWh) WH (MMBTU)

Light&Appliances (kWh)

Total MMBTU

Total kWh

Summer kW (Peak) Winter kW (Peak)

Attic	Duct Sealing	CFL	Wx Pkg
6.9	7.5	0.0	14.4
423	627	0	1050
0	0	0.0	0.0
0	0	307	307

7.5 0.0 14.4 423 627 307 1.357

0.29 0.03 0.29 0.61 0.00 0.00 0.07 0.07

Weatherization Measure Costs (in units)

Incremental Cost Rebate Amount

				*2010 Big Rivers Analysis
\$390	\$175	\$49	\$613	*2010 Big Rivers Analysis

Useful Life

Years

20	18	10	16.8	*2010 B	ig Rivers Analysis

Benefits/Costs

Electric Benefits Gas Benefits Other Benefits

\$475	\$576	\$169	\$1,224
\$1,264	\$1,272	\$0	\$2,311
\$0	\$0	\$25	. \$35

Utility Rebates Net Participant Costs Total Measure Costs

\$390	\$175	\$49	\$613
\$769.33	\$325.00	-\$30.00	\$1,064.33
\$1,159.10	\$500.00	\$18.50	\$1,677.60

TRC Ratio **UCT Ratio**

1,50	3.69	10.49	2.13
1.22	3.29	3,49	2.00