COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

TARIFF FILING OF JACKSON ENERGY)	
COOPERATIVE CORPORATION FOR)	CASE NO.
APPROVAL TO IMPLEMENT FIVE NEW)	2011-00372
DEMAND-SIDE MANAGEMENT)	
PROGRAMS)	

ORDER

On September 2, 2011, Jackson Energy Cooperative Corporation ("Jackson Energy") made a tariff filing concerning the following five Demand-Side Management ("DSM") programs: (1) Electric Heat Pump Tune Up Program; (2) Electric Thermal Storage Program; (3) Button Up Weatherization Program; (4) Air Source Heat Pump Program; and (5) Advanced Lighting Program. Jackson Energy's proposed tariffs provided that the Advanced Lighting Program would become effective on October 2, 2011 and the other four DSM programs would become effective on October 3, 2011.

On September 22, 2011, the Commission issued an Order suspending the proposed effective dates of the DSM programs for a period up to and including March 1, 2012. On November 3, 2011, Jackson Energy filed a motion requesting authorization to continue operation of the DSM programs during the pendency of this matter. Jackson Energy advised that it has offered various DSM programs to its members since the late 1980s or early 1990s, including some of the DSM programs at issue in this matter. Jackson Energy further advised that the Advanced Lighting Program had been recently

approved in Case No. 2011-00148.¹ On November 21, 2011, the Commission granted Jackson Energy's request to proceed with the untariffed DSM programs during the pendency of this case. In that Order, the Commission took administrative notice that there could be other jurisdictional electric utilities with untariffed DSM programs and stated that it would take certain actions to address that issue.

In addressing the issue, the Commission's Executive Director issued a letter to all jurisdictional electric and major gas utilities, dated November 29, 2011, requesting that they provide certain information regarding untariffed DSM programs. The letter acknowledged that many of the programs may have been offered for a number of years and have customers participating. The letter stated that "[u]pon submission of each utility's response disclosing untariffed DSM programs, each such program will be considered accepted until stated otherwise by the Commission. However, each utility is required to submit tariffs that set forth the eligibility, charges, payments, and terms and conditions for each untariffed DSM program " As previously stated, this case was established with the filing of tariff pages by Jackson Energy for its untariffed DSM programs.

Jackson Energy's proposed tariffs state that they are contingent upon Jackson Energy's wholesale supplier, East Kentucky Power Cooperative, Inc. ("EKPC"), supplying rebate and incentive refunds for the programs. EKPC does not currently have tariffs on file for these programs; however, EKPC stated in its response to the November 29, 2011 letter that tariffs would be filed in March 2012.

¹ Case No. 2011-00148, Filing of New Demand-Side Management Tariffs by East Kentucky Power Cooperative, Inc. and Eleven of its Member Distribution Cooperatives (Kv. PSC Sept. 30, 2011).

Having reviewed the evidence and being otherwise sufficiently advised, the Commission finds that the tariff pages filed by Jackson Energy for the Electric Heat Pump Tune Up Program, Electric Thermal Storage Program, Button Up Weatherization Program, and Air Source Heat Pump Program should be approved. The Commission also finds that it is not necessary to approve the Advanced Lighting Program as it has already been approved in Case No. 2011-00148.

IT IS THEREFORE ORDERED that:

- The tariff pages filed by Jackson Energy for the Electric Heat Pump Tune
 Up Program, Electric Thermal Storage Program, Button Up Weatherization Program
 and Air Source Heat Pump Program are approved.
- 2. Jackson Energy shall file, within 20 days of the date of this Order, tariff sheets setting out the tariffs approved herein showing their date of issue and that they were issued by authority of this Order.

By the Commission

ENTERED A
FEB 2 4 2012
KENTUCKY PUBLIC
ERVICE COMMISSION

Exec

Clayton O Oswald Taylor, Keller & Oswald, PLLC 1306 West Fifth Street, Suite 100 Post Office Box 3440 London, KENTUCKY 40743-3440

Donald Schaefer Jackson Energy Cooperative Corporation 115 Jackson Energy Lane McKee, KY 40447