COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC ANNUAL COST RECOVERY FILING)
FOR DEMAND SIDE MANAGEMENT BY DUKE) CASE NO.
ENERGY KENTUCKY, INC.) 2017-00427

ORDER

On September 28, 2018, Duke Energy Kentucky, Inc. (Duke Kentucky), filed a motion for clarification of the Commission's Order entered on September 13, 2018, concluding an investigation of Duke Kentucky's Demand-Side Management (DSM) programs. The motion cites to the Commission's decision to modify the Residential Smart Saver Energy Efficiency Products program by eliminating the provision that allows customers who have received the limit of 15 free LED bulbs to receive an additional 12 free bulbs if the initial 15 bulbs were received over five years ago. The basis for the Commission's decision was the expected long life of LED bulbs and concerns about the affordability of DSM charges.

Duke Kentucky states that the expected long life of LED bulbs justifies not providing additional LED bulbs to customers who have received the 15 LED bulb limit over five years ago, and it does not allow additional LED bulbs under those circumstances. Rather, its DSM program only allows customers who have received the limit of CFL bulbs over five years ago to receive additional LED bulbs and in analyzing the benefits of replacing CFL with LED bulbs, only the marginal energy savings of LED bulbs over CFL bulbs are considered. Duke Kentucky notes that in its original November

15, 2017 Annual DSM Filing, the description of this bulb replacement portion of its DSM program referred to additional LED bulbs available to customers who reached the 15 bulb limit over five years ago, but didn't specify that the previous bulbs had to be CFLs and not LEDs. However, its response to Commission Staff's First Request for Information, Item 6(b), referred to the replacement bulb portion of its DSM program as transitioning from CFLs to LEDs.

Based on the motion and a review of the evidence of record, the Commission finds good cause to clarify the September 13, 2018 Order to provide that customers who have received the limit of 15 CFL bulbs over five years ago may receive 12 additional LED bulbs.

IT IS THEREFORE ORDERED that:

- The September 13, 2018 Order is clarified to the limited extent that the elimination of the residential bulb replacement program shall apply only to customers who received 15 LED bulbs over five years ago and not to customers that received 15 CFLs over 15 years ago.
- All other provisions of the September 13, 2018 Order shall remain in full force and effect.
 - 3. This case is closed and removed from the Commission's docket.

By the Commission

ENTERED

OCT 15 2018

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

WExecutive Director

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