




A Touchstone Energy Cooperative 

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February 19, 2007

Beth O'Donnell Executive Director  
Kentucky Public Service Commission  
P O Box 615  
Frankfort, Kentucky 40602

RECEIVED

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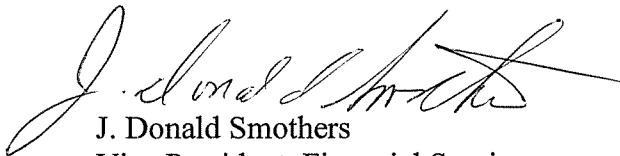
PUBLIC SERVICE  
COMMISSION

Dear Ms. O'Donnell,

We are filing additional information with supporting exhibits for case no. 2007-00031 in reference to our informal conference February 14, 2007 concerning an AMR remote disconnect switch fee. We have revised our cost justification and request that the Kentucky Public Service Commission approve a new nonrecurring charge of \$20.00 for the use of an automated meter reading (AMR) remote disconnect switch. This charge is for the extra service rendered when a remote switch is used to disconnect or reconnect a service for non-payment of their electric bill. We have also included exhibits describing the remote disconnect switch, the advantages of using a remote disconnect switch and a revised tariff sheet. Original and 10 copies are included for your review.

If you have any questions, please contact me at (859) 885-2118. As always, your continued assistance and cooperation is appreciated.

Sincerely,



J. Donald Smothers  
Vice President, Financial Services

CC: Attorney General

Remote Disconnect

Hardware

1 Cost of Remote Disconnect	\$250.00		
Tax	\$15.00		
Handling	\$25.00		
total cost of Unit		\$290.00	
Installation:			
1 hr. Labor	\$22.50		
OH	\$22.50		
Total		\$45.00	
Total Unit Cost & Installation			\$335.00
Total Hardware and Installation Cost			\$335.00
Amortized over 60 months			\$5.58
2 Dispatch Labor to operate switch and communicate with member.			
1 hr labor	\$17.65		
OH 50%	\$8.83		
Total		\$26.48	
1/4 hr			\$6.62
3 CSR to process service order			
1 hr labor	\$16.71		
OH 50%	\$8.36		
Total		\$25.07	
1/4 hr			\$6.27
Total Cost			\$18.47
4 Interest 6%			\$1.11
5 Margin for 2.0 TIER			\$1.11
7 Total Cost to Disconnect or Reconnect for Non-Pay Remotely			\$20.69
8 Requesting service fee			\$20.00

## The AMR Remote Disconnect Switch Description.

The remote disconnect switch is a separate device than the turtle 2 module combined with a meter. This is a collar that fits between the meter and the meter base. The collar controls the connecting and disconnecting feature. When the collar is installed at a site the serviceman will place the meter into the collar and the collar is then placed in the meter base. The connect/disconnect feature will then be tested to make sure it is working properly at the correct location. Includes are pictures of an AMR meter and meter base, remote disconnect unit without a meter and remote disconnect unit with an AMR meter.

# Blue Grass Energy AMR Meter



# Blue Grass Energy Remote Disconnect Unit without Meter



# Blue Grass Energy Remote Disconnect Unit with AMR Meter



The Advantages of using an AMR Remote Disconnect Switch:

- 1 Allows Blue Grass Energy to fully utilize the investment in the AMR project.  
Blue Grass Energy will have a total investment of over \$7,000,000 in AMR and meter equipment. The equipment currently installed for AMR allows us to use the remote disconnect switch as an additional feature with only the cost of the switch and installation.
- 2 Saves the member disconnection fees.  
Most of our members who are disconnected for non-payment request the reconnect after working hours. With the remote disconnect switch we do not have overtime calculated in the connection fee. The manual disconnect and reconnect after hours would cost \$75.00. Based on our revised cost analysis with the remote disconnect switch it would cost \$40.00. During working hours the manual disconnect and reconnect would cost \$50.00, using the remote disconnect switch it would cost \$40.00.
- 3 Provides a safer environment for Blue Grass Energy employees as well as the member.  
It avoids conflicts associated with disconnecting services for non-payment.
- 4 Provides a faster reconnect response.  
Sometimes it may take several hours for a serviceman to return to a location to reconnect a service for non-payment. With the remote disconnect service can be restored within minutes.
- 5 Eliminates access problems to the meter.  
Provides a tool for members as well as Blue Grass Energy to eliminate access problems to the meter at locations that need the service disconnected or reconnected due to locked gates, dogs, etc.

**BLUE GRASS ENERGY  
COOPERATIVE CORPORATION**

For Entire Territory Served  
P.S.C. KY No. 1  
Original SHEET NO 11  
CANCELLING P.S.C.NO.       
SHEET NO.     

**RULES AND REGULATIONS**

**(30) RELOCATION OF LINES**

When Blue Grass Energy is requested or required to relocate its facilities for any reason, any expense involved will be paid by the firm, person, or persons requesting the relocation, unless one or more of the following conditions are met.

1. The relocation is made for the convenience of Blue Grass Energy.
2. The relocation will result in a substantial improvement in Blue Grass Energy's facilities.
3. That the relocation is associated with other regularly scheduled conversion or construction work and can be done at the same time.

**(31) VOLTAGE FLUCTUATIONS CAUSED BY THE CONSUMER**

Electric service must not be used in such a manner as to cause unusual fluctuations or disturbances to the Distribution System. Blue Grass Energy may require the consumer, at his/her own expense, to install suitable apparatus which will reasonably limit such fluctuation.

**(32) COLLECTION OF DELINQUENT ACCOUNTS**

Should it become necessary for Blue Grass Energy to send a representative to the member's premises for collecting a delinquent account, a charge of \$25.00 will be applied to the member's account for the extra service rendered, due and payable at the time such delinquent account is collected. Only one field collection charge will be applied to a customer's account in any one billing period. If service is discontinued for non-payment, an additional charge of \$25.00 will be added for reconnecting service during regular working hours. If the member requests reconnection after regular working hours, the charge will be \$50.00 in accordance with 807 KAR 5:006, Section 8(3)(c).

In some instances, solely at the discretion of Blue Grass Energy, a remote disconnect switch (N) will be installed. If service is disconnected for non-payment with the switch a fee of \$20.00 (N) will be applied to the member's account for the extra service rendered, due and payable at (N) the time such delinquent account is collected. An additional fee of \$20.00 will be added for (N) reconnecting the service with the remote switch. (N)

DATE OF ISSUE: February 19, 2007

DATE EFFECTIVE: April 1, 2007

ISSUED BY: 

Dan Brewer , President and CEO

ADDRESS: P. O. Box 990, Nicholasville KY 40340-0990