

Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 44

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RATES AND CHARGES
SAMPLE AGREEMENT FOR PURCHASE OF ELECTRIC ENERGY

3.4 JPEC shall read meters monthly. Electric power and energy furnished under this agreement shall be paid for within fifteen (15) days after the meters are read and the bill is issued. N N

3.5 Electric power and energy purchased by the seller shall be purchased from JPEC under arrangements separate from this agreement, and shall be metered and accounted for separately from the power and energy delivered and sold by the seller to JPEC. N N

ARTICLE IV

Rates and Charges N N

4.1 JPEC shall pay for the power and energy purchased from the seller upon the terms and conditions contained in its tariff, rate schedule SPC, which is attached to this agreement and incorporated herein by reference, subject to any revisions in that rate schedule that may from time to time be approved by the Kentucky Public Service Commission (hereinafter called "PSC") N N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

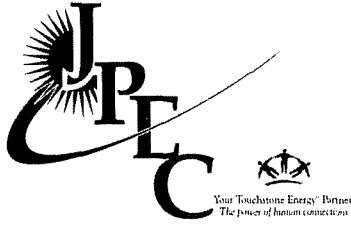
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000098



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 45

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RATES AND CHARGES
SAMPLE AGREEMENT FOR PURCHASE OF ELECTRIC ENERGY

ARTICLE V

Protection of System Owned by JPEC

5.1 The seller shall be responsible for operating and maintaining the QF in a safe manner and for providing the protective equipment needed to prevent damage to the system owned by JPEC, injury to the personnel of JPEC, or interference with JPEC's consumers. JPEC shall have the right to review the seller's proposed protection system, operating procedures and system characteristics in order to determine whether the seller's operation of the QF will have an adverse impact on the system owned by JPEC. The following areas, among others, may be reviewed for possible adverse effects:

1. Fault protection.
2. Voltage regulation and balance.
3. Grounding.
4. Synchronizing systems.
5. Disconnecting and isolating systems.
6. Flicker.
7. Harmonics.

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

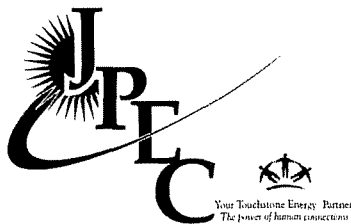
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000099



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City
 P.S.C. KY NO. 2
 SHEET NO. 46
 CANCELLING P.S.C. KY NO. Original
 SHEET NO. _____

RATES AND CHARGES
 SAMPLE AGREEMENT FOR PURCHASE OF ELECTRIC ENERGY

5.2 If the operation of the QF results in undesirable or harmful effects to the system of JPEC, or to consumers of JPEC, JPEC may require the seller to discontinue parallel operation until the circumstances have been corrected by installing appropriate equipment or otherwise.

5.3 JPEC may discontinue purchases from the seller and may break the interconnection between the QF and JPEC's system, without prior notice, during any system emergency. By first giving reasonable written notice, JPEC may break the interconnection between the QF and the system of JPEC for a reasonable period of time for the purpose of necessary inspections, modifications, repairs or other maintenance of JPEC's system, the interconnection facility or the metering equipment.

ARTICLE VI

Term

6.1 The initial term of this agreement shall be one (1) year from the effective date.

6.2 This agreement shall be automatically renewed each year for consecutive one-year terms unless JPEC or the seller has notified the other at least one hundred eighty (180) days prior to the expiration of the term of its intent to terminate the agreement.

DATE OF ISSUE December 15, 2007
 Month / Date / Year

DATE EFFECTIVE February 1, 2008
 Month / Date / Year

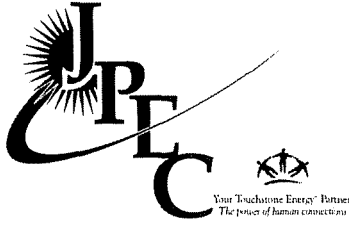
ISSUED BY *G. Kelly Nuckols*
 G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000100



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 47

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RATES AND CHARGES
SAMPLE AGREEMENT FOR PURCHASE OF ELECTRIC ENERGY

6.3 The effective date of this agreement shall be the date on which the last of the following events occurs: N

- 1. This agreement is approved by the Administrator of the Rural Utilities Service (if required). N
- 2. This agreement is filed with and approved or otherwise accepted by the Kentucky Public Service Commission. N
- 3. This agreement has been approved and executed by the seller and JPEC. N

ARTICLE VII N

7.1 The seller shall protect, indemnify and hold harmless JPEC and its directors, officers, employees, agents, representatives and contractors against and from all loss, claims, actions or suits, including costs and attorney fees, for or on account of any injury or death of persons or damage to property caused by the seller or the seller's employees, agents, representatives and contractors in tampering with, repairing, maintaining or operating the QF or any facilities owned by JPEC except where such injury, death or damage was caused or contributed to by the fault or negligence of JPEC or its employees, agents, representatives or contractors. his obligation shall survive termination of this N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

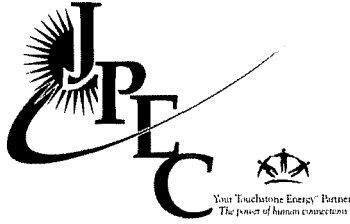
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000101



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 48

CANCELLING P.S.C. KY NO. Original

SHEET NO.

RATES AND CHARGES
SAMPLE AGREEMENT FOR PURCHASE OF ELECTRIC ENERGY

agreement with respect to any act, occurrence or omission occurring prior to termination of this agreement, whether or not then accrued or known.

7.2 Without regard to any negligence by any of the parties to this agreement, JPEC shall not be liable to the seller for:

1. Any loss or damage to the seller's electric system or other property or any injury to the seller or the seller's employees, agents, contractors, representative licensees or invitees, including, without limitation, damage or injury caused by reclosing of the transmission or distribution system; or
2. Any loss of profits or revenues or any other indirect or consequential damage or injury to the seller resulting from interruption or partial interruption in the delivery of energy from the seller.

ARTICLE VIII

Insurance

8.1 The seller shall obtain and provide satisfactory evidence of insurance covering such risks and providing such coverage as JPEC may from time to time reasonably request.

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

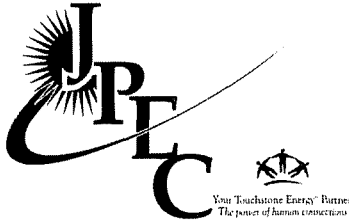
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED

000102



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 49

CANCELLING P.S.C. KY NO. Original

SHEET NO.

RATES AND CHARGES
SAMPLE AGREEMENT FOR PURCHASE OF ELECTRIC ENERGY

ARTICLE IX

Miscellaneous

9.1 If there shall be imposed by federal, state or other governmental authority, any tax payable by the seller upon the gross revenue or earnings, or upon the seller's production or sale of electric energy, such additional tax or taxes shall be paid solely by the seller.

9.2 This agreement contains the entire agreement between the parties. This agreement cannot be amended except in writing signed by the parties.

9.3 The waiver on the part of either party to enforce a provision of this contract at any time shall not be deemed a waiver with respect to any subsequent default or other matter.

9.4 This agreement may not be assigned without the written consent of JPEC.

9.5 This agreement shall be governed by the laws of the Commonwealth of Kentucky.

9.6 This agreement shall not be construed to create a joint venture, to impose a trust or to otherwise create a business relationship between or among any of the parties.

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

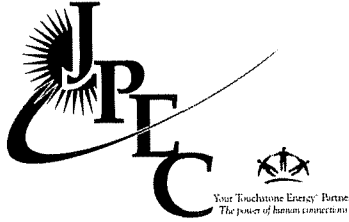
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED

000103



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 50

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RATES AND CHARGES
SAMPLE AGREEMENT FOR PURCHASE OF ELECTRIC ENERGY

9.7 The invalidity of any provision or provisions in this agreement shall not affect the validity of the remaining provisions. N
N
N

ARTICLE X

Notices and Other Communications N

10.1 Any notice required by this agreement to be given in writing shall be deemed properly given if and when delivered in person, telegraphed or sent by registered or certified mail, postage prepaid, to: N
N
N

JPEC: _____

_____ N
N
N

Seller: _____

_____ N
N
N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

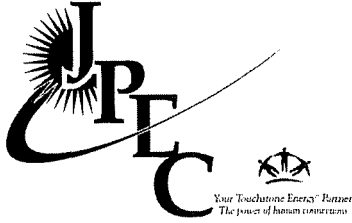
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000104



FOR Jackson Purchase Energy Corp.
Entire Territory Served
 Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 51

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RATES AND CHARGES
SAMPLE AGREEMENT FOR PURCHASE OF ELECTRIC ENERGY

10.2 Any communications regarding operational emergencies or other operational problems may be made orally or in any manner reasonable under the circumstances and should be directed to the persons specified below:

N
N
N

If to JPEC: _____

N
N
N
N

If to seller: _____

N
N
N
N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

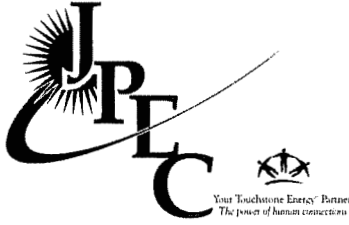
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000105



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 52

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RATES AND CHARGES
SAMPLE AGREEMENT FOR PURCHASE OF ELECTRIC ENERGY

IN WITNESS WHEREOF, the parties have caused this agreement to be executed by their duly
 authorized officers on this the day and date first hereinabove written. N

Jackson Purchase Energy Corporation N

 (Cooperative)

 (Seller) N

 Print Name

 Print Name N

 Signature

 Signature N

 Title

 Title N

 Date

 Date N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

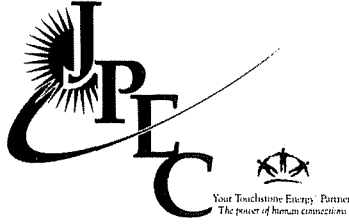
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000106

IN CASE NO. 2007-00116 DATED _____



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City
 P.S.C. KY NO. 2
 SHEET NO. 53
 CANCELLING P.S.C. KY NO. Original
 SHEET NO. _____

RATES AND CHARGES
CABLE TELEVISION ATTACHMENT TARIFF (CTAT)

Applicability

In all territory served by JPEC on poles owned and used by JPEC for their electric plant.

Availability of Service

To all qualified CATV operators having the right to receive service.

Rental Charge

The yearly rental charges shall be as follows:

Two-party pole attachment	\$4.84	
Three-party pole attachment	\$4.09	
Two-party anchor attachment	\$5.88	
Three-party anchor attachment	(not available)	
Two-party ground attachment	\$0.24	
Three-party ground attachment	\$0.16	

Billing


Rental charges shall be billed yearly based on the number of pole attachments. The rental charges are net, the gross rate being five percent (5%) higher. In the event the current bill is not paid on or before the date shown on the bill, the gross rates shall apply. Failure of the CATV operator to receive a bill or a correctly calculated bill shall not relieve the CATV operator of its obligation to pay for the service it has received.

DATE OF ISSUE December 15, 2007

Month / Date / Year

DATE EFFECTIVE February 1, 2008

Month / Date / Year

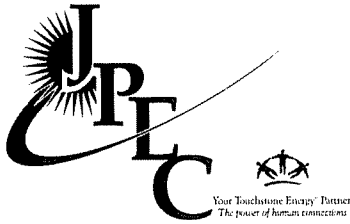
ISSUED BY 
 G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000107



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 54

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RATES AND CHARGES
CABLE TELEVISION ATTACHMENT TARIFF (CTAT)

Specifications

1. The attachment to poles covered by this tariff shall at all times conform to the requirements of the National Electrical Safety Code, latest edition, and subsequent revisions thereof, except where the lawful requirements of public authorities may be more stringent, in which case the latter will govern.
2. The strength of poles covered by this agreement shall be sufficient to withstand the transverse and vertical load imposed upon them under the storm loading of the National Electrical Safety Code assumed for the area in which they are located.

Establishing Pole Use

1. Before the CATV operator shall make use of any of the poles of JPEC under this tariff, they shall notify JPEC of their intent in writing and shall comply with the procedures established by JPEC. The CATV operator shall furnish JPEC detailed construction plans and drawings for each pole line, together with necessary maps, indicating specifically the poles of JPEC, with the number and character of the attachments to be placed on such poles, and rearrangements of JPEC's fixtures and equipment necessary for the attachment, any relocation or replacements of existing poles, and any additional poles that the CATV operator intends to install.

JPEC shall, on the basis of such detailed construction plans and drawings, submit to the CATV operator a cost estimate (including overhead and less salvage value of materials) of all changes that may be required in each such pole line. Upon written notice by the CATV operator to JPEC that the cost estimate is approved, JPEC shall proceed with the necessary changes in pole lines covered by the cost estimate. Upon completion of all changes, the CATV operator shall have the right hereunder to make attachments in accordance with the terms of the application of this tariff. The CATV operator shall, at its own expense, make attachments in such manner as not to interfere with the service of JPEC.

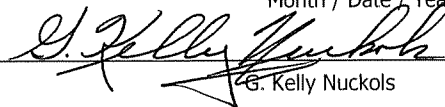
2. Upon completion of all changes, the CATV operator shall pay to JPEC the actual cost (including overhead and less salvage value of materials) of making such changes. The obligations of the CATV operator

DATE OF ISSUE December 15, 2007

Month / Date / Year

DATE EFFECTIVE February 1, 2008

Month / Date / Year

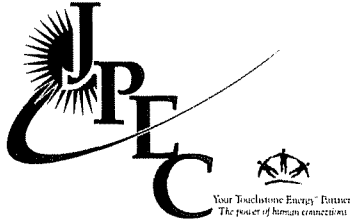
ISSUED BY 
 G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000108

IN CASE NO. 2007-00116 DATED _____



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City
 P.S.C. KY NO. 2
 SHEET NO. 55
 CANCELLING P.S.C. KY NO. Original
 SHEET NO. _____

RATES AND CHARGES
CABLE TELEVISION ATTACHMENT TARIFF (CTAT)

hereunder shall not be limited to amounts shown on estimates made by JPEC hereunder. An itemized statement of the actual cost of all such changes shall be submitted by JPEC to the CATV operator, in a form mutually agreed upon.

3. Any reclearing of existing rights-of-way and any tree trimming necessary for the establishment of pole line attachments hereunder shall be performed by the CATV operator.
4. All poles to which attachments have been made under this tariff shall remain the property of JPEC, and any payments made by the CATV operator for changes in pole lines under this tariff shall not entitle the CATV operator to the ownership of any of said poles.
5. Any charges necessary for correction of substandard installation made by the CATV operator, where notice of intent had not been requested, shall be billed at a rate equal to twice the charges that would have been imposed if the attachment had been properly authorized.

Easements and Rights-of-Way

JPEC does not warrant nor assure to the CATV operator any rights-of-way privileges or easements, and if the CATV operator shall at any time be prevented from placing or maintaining its attachments on JPEC's poles, no liability on account thereof shall attach to JPEC. Each party shall be responsible for obtaining its own easements and rights-of-way.

DATE OF ISSUE December 15, 2007

Month / Date / Year

DATE EFFECTIVE February 1, 2008

Month / Date / Year

ISSUED BY *Kelly Nuckols*

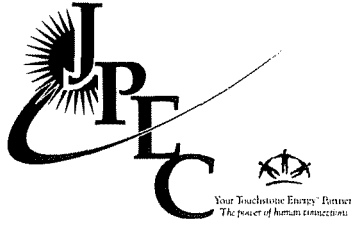
K Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000109



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City _____
 P.S.C. KY NO. 2
 SHEET NO. 57
 CANCELLING P.S.C. KY NO. Original
 SHEET NO. _____

RATES AND CHARGES
CABLE TELEVISION ATTACHMENT TARIFF (CTAT)

JPEC shall exercise reasonable care to avoid damaging the facilities of the CATV operator, make an immediate report to the CATV operator of the occurrence of any such damage caused by its employees, agents or contractors, and, except for removal for non-payment or for failure to post or maintain the required "Performance Bond", agrees to reimburse the CATV operator for all reasonable cost incurred by the CATV operator for the physical repair of facilities damaged by the negligence of JPEC.

Inspections

1. Periodic Inspection: Any unauthorized or unreported attachment by the CATV operator will be billed at a rate of two (2) times the amount equal to the rate that would have been due, had the installation been made the day after the last inspection.
2. Make-Ready Inspection: Any "make-ready" inspection or "walk-through" inspection required of JPEC will be paid for by the CATV operator at a rate equal to JPEC's actual expenses, plus appropriate overhead charges.

Insurance or Bond

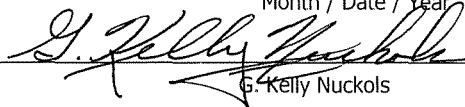
1. The CATV operator agrees to defend, indemnify and save harmless JPEC from any and all damage, loss, claim, demand, suit, liability, penalty or forfeiture of every kind and nature, including but not limited to, costs and expenses of defending against the same and payment of any settlement or judgment therefore, by reason of (a) injuries or death to persons, (b) damages to or destruction of properties, (c) pollutions, contaminations of or other adverse effects on the environment, (d) terrorist attacks, or (e) violations of governmental laws, regulations or orders whether suffered directly by JPEC itself, or indirectly by reason of claims, demands or suits against it by third parties, resulting or alleged to have resulted from acts or omissions of the CATV operator, its employees, agents or other representatives or from their presence on the premises of JPEC, either solely or in concurrence with any alleged joint negligence of JPEC. JPEC shall be liable for sole active negligence.
2. The CATV operator will provide coverage from a company authorized to do business in the Commonwealth of Kentucky:

DATE OF ISSUE December 15, 2007

Month / Date / Year

DATE EFFECTIVE February 1, 2008

Month / Date / Year

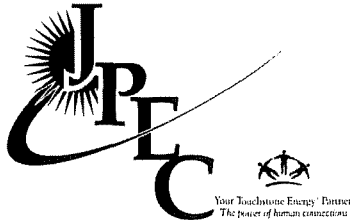
ISSUED BY 
 G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000111

IN CASE NO. 2007-00116 DATED _____



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
Community, Town or City
 P.S.C. KY NO. 2
SHEET NO. 58
 CANCELLING P.S.C. KY NO. Original
SHEET NO.

RATES AND CHARGES
CABLE TELEVISION ATTACHMENT TARIFF (CTAT)

- A. Protection for its employees to the extent required by Worker's Compensation Law of Kentucky.
- B. Public Liability coverage with separate coverage for each town or city in which the CATV operator operates under this contract to a minimum amount of \$100,000.00 for each person and \$300,000.00 for each accident or personal injury or death, and \$25,000.00 as to the property of any one person, and \$100,000.00 as to any one accident or property damage.

Before beginning operations under this tariff, the CATV operator shall cause to be furnished to JPEC a certificate for such coverage evidencing the existence of such coverage. Each policy required hereunder shall contain a contractual endorsement written as follows:

"The insurance or bond provided herein shall also be for the benefit of Jackson Purchase Energy Corporation, so as to guarantee, within the coverage limits, the performance by the insured of any indemnity agreement set forth in this tariff. This insurance or bond may not be cancelled for any cause without thirty (30) days advance notice being first given to Jackson Purchase Energy Corporation."

DATE OF ISSUE December 15, 2007

Month / Date / Year

DATE EFFECTIVE February 1, 2008

Month / Date / Year

ISSUED BY *G. Kelly Nuckols*

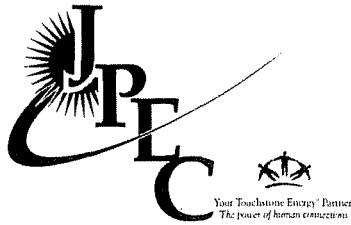
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000112



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City
 P.S.C. KY NO. 2
 SHEET NO. 59
 CANCELLING P.S.C. KY NO. Original
 SHEET NO. _____

RATES AND CHARGES
CABLE TELEVISION ATTACHMENT TARIFF (CTAT)

Change of Use Provision

When JPEC subsequently requires a change in its poles or attachment for reasons unrelated to the CATV operator operations, the CATV operator shall be given forty-eight (48) hours written notice of the proposed change (except in case of emergency). If the CATV operator is unable or unwilling to meet JPEC's time schedule for such changes, JPEC may do the work and charge to the CATV operator its reasonable cost for performing the change of the CATV operator attachments.

Abandonment

1. If JPEC desires at any time to abandon any pole to which the CATV operator has attachments, it shall give the CATV operator notice in writing to that effect at least thirty (30) days prior to the date on which it intends to abandon such pole. If, at the expiration of said period, JPEC shall have no attachments on such pole, but the CATV operator shall not have removed all of its attachments there from, such pole shall thereupon become the property of the CATV operator, and the CATV operator shall save harmless JPEC from all obligation, liability, damages, cost, expenses, or charges incurred thereafter; and shall pay JPEC for such pole an amount equal to JPEC's depreciated cost thereof. JPEC shall further evidence transfer to the CATV operator of title to the pole by means of a bill of sale.
2. The CATV operator may, at any time, abandon the use of the attached pole by giving due notice thereof in writing to JPEC and by removing there from any and all attachments it may have thereon. The CATV operator shall, in such case, pay to JPEC the full rental for said pole for the then current billing period.

Rights of Others

Upon notice from JPEC to the CATV operator that the use of any pole or poles is forbidden by municipal or other public authorities or by property owners, the permit governing the use of such pole or poles shall immediately terminate and the CATV operator shall remove its facilities from the affected pole or poles at once. No refund of any rental will be due on account of any removal resulting from such forbidden use.

DATE OF ISSUE December 15, 2007

Month / Date / Year

DATE EFFECTIVE February 1, 2008

Month / Date / Year

ISSUED BY *Kelly Nuckols*

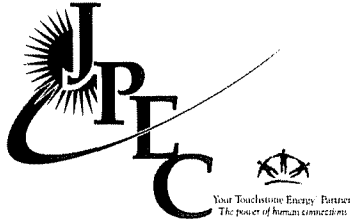
Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000113



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City _____
 P.S.C. KY NO. 2
 SHEET NO. 60
 CANCELLING P.S.C. KY NO. Original
 SHEET NO. _____

RATES AND CHARGES
CABLE TELEVISION ATTACHMENT TARIFF (CTAT)

Payment of Taxes

Each party shall pay all taxes and assessments lawfully levied on its own property upon said attached poles, and the taxes and the assessments which are levied on said property shall be paid by the owner thereof, but any tax, fee, or charge levied on JPEC's poles solely because of their fee by the CATV operator shall be paid by the CATV operator.

Bond or Depositor Performance

- The CATV operator shall furnish a bond or satisfactory evidence of contractual insurance coverage for the purposes hereinafter specified in the amount of Twenty-Five Thousand Dollars (\$25,000.00) until such time as the CATV operator shall occupy twenty-five hundred (2500) poles of JPEC and thereafter the amount thereof shall be increased to increments of One Thousand Dollars (\$1,000.00) for each one hundred (100) poles (or fraction thereof) occupied by the CATV operator, evidence of which shall be presented to JPEC fifteen (15) days prior to beginning construction. Such bond or insurance shall contain the provision that it shall not be terminated prior to six (6) months after receipt by JPEC of written notice of the desire of the Bonding or Insurance Company to terminate such bond or insurance. Upon receipt of such notice, JPEC shall request the CATV operator to immediately remove its cables, wires, and all other facilities from all poles of JPEC.

If the CATV operator should fail to complete the removal of all its facilities from the poles of JPEC within thirty (30) days after receipt of such request from JPEC, then JPEC shall have the right to remove them at the cost and expense of the CATV operator and without being liable for any damage to the CATV operator's wires, cables, fixtures, or appurtenances. Such bond or insurance shall guarantee the payment of any sums which may become due to JPEC for rentals, inspections, or work performed for the benefit of the CATV operator under this tariff, including the removal of attachments upon termination of service by any of its provisions.

DATE OF ISSUE December 15, 2007

Month / Date / Year

DATE EFFECTIVE February 1, 2008

Month / Date / Year

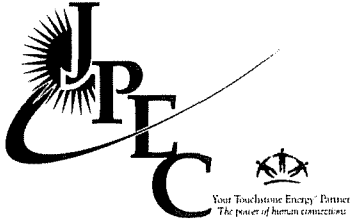
ISSUED BY *G. Kelly Nuckols*
 G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000114



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
Community, Town or City
 P.S.C. KY NO. 2
SHEET NO. 61
 CANCELLING P.S.C. KY NO. Original
SHEET NO.

RATES AND CHARGES
 CABLE TELEVISION ATTACHMENT TARIFF (CTAT)

2. After the CATV operator has been a customer of JPEC and not in default for a period of two years, JPEC shall reduce the bond by 50%, or, at JPEC's option, require a deposit in keeping with 807 KAR 5:006, Section 7.

Use of Anchors

JPEC reserves the right to prohibit the use of any existing anchors by the CATV operator where the strength or conditions of said anchors cannot be readily identified by visual inspection.

Discontinuance of Service

JPEC may refuse or discontinue serving an applicant or customer under the conditions set out in 807 KAR 5:006, Section 11 (1).

DATE OF ISSUE December 15, 2007

Month / Date / Year

DATE EFFECTIVE February 1, 2008

Month / Date / Year

ISSUED BY *G. Kelly Nuckols*

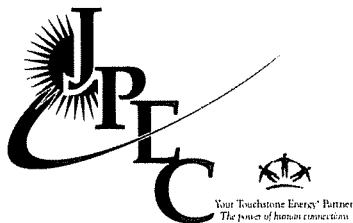
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000115



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
Community, Town or City
 P.S.C. KY NO. 2
SHEET NO. 62
 CANCELLING P.S.C. KY NO. Original
SHEET NO.

CLASSIFICATION OF SERVICE
BALLARD RURAL TELEPHONE COOPERATIVE CORPORATION (BRTC) TARIFF

Applicability

In all territory of Ballard and McCracken counties jointly served by JPEC and Ballard Rural Telephone.

Availability

To Ballard Rural Telephone Cooperative Corporation, Inc. (BRTC) only.

Rental Charge

The yearly rental charges shall be as follows:

Two-party pole attachment	\$4.84	
Three-party pole attachment	\$4.09	
Two-party anchor attachment	\$5.88	
Three-party anchor attachment (not available)		
Two-party ground attachment	\$0.24	
Three-party ground attachment	\$0.16	

Billing

Rental charges shall be billed yearly based on the number of pole attachments. The rental charges are net, the gross rate being five percent (5%) higher. In the event the current bill is not paid on or before the date shown on the bill, the gross rates shall apply. Failure of BRTC to receive a bill or a correctly calculated bill shall not relieve BRTC of its obligation to pay for the service it has received.

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

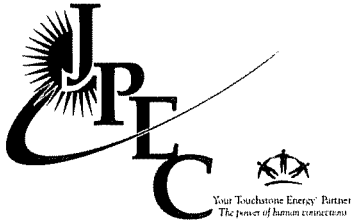
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000116



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City
 P.S.C. KY NO. 2
 SHEET NO. 63
 CANCELLING P.S.C. KY NO. Original
 SHEET NO. _____

CLASSIFICATION OF SERVICE
BALLARD RURAL TELEPHONE COOPERATIVE CORPORATION (BRTC) TARIFF

Specifications

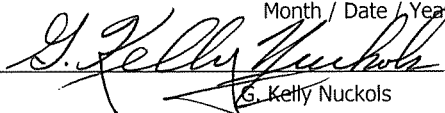
- A. The attachment to poles covered by this tariff shall at all times conform to the requirements of the National Electrical Safety Code, latest edition, and subsequent revisions thereof, except where the lawful requirements of public authorities may be more stringent, in which case the latter will govern. N
N
N
- B. The strength of poles covered by this agreement shall be sufficient to withstand the transverse and vertical load imposed upon them under the storm loading of the National Electrical Safety Code assumed for the area in which they are located. N
N
N

Establishing Pole Use

- A. Before BRTC shall make use of any of the poles of JPEC under this tariff, they shall notify JPEC of their intent in writing and shall comply with the procedures established by JPEC. BRTC shall furnish JPEC detailed construction plans and drawings for each pole line, together with necessary maps, indicating specifically the poles of JPEC, with the number and character of the attachments to be placed on such poles, and rearrangements of JPEC's fixtures and equipment necessary for the attachment, any relocation or replacements of existing poles, and any additional poles that BRTC intends to install. N
N
N
N
N
N
N
N
- JPEC shall, on the basis of such detailed construction plans and drawings, submit to BRTC a cost estimate (including overhead and less salvage value of materials) of all changes that may be required in each such pole line. Upon written notice by BRTC to JPEC that the cost estimate is approved, JPEC shall proceed with the necessary changes in pole lines covered by the cost estimate. Upon completion of all changes, BRTC shall have the right hereunder to make attachments in accordance with the terms of the application of this tariff. BRTC shall, at its own expense, make attachments in such manner as not to interfere with the service of JPEC. N
N
N
N
N
N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

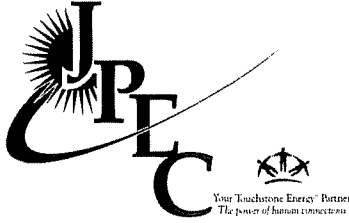
ISSUED BY 
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000117

IN CASE NO. 2007-00116 DATED _____



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 64

CANCELLING P.S.C. KY NO. Original

SHEET NO.

CLASSIFICATION OF SERVICE
BALLARD RURAL TELEPHONE COOPERATIVE CORPORATION (BRTC) TARIFF

- B. Upon completion of all changes, BRTC shall pay to JPEC the actual cost (including overhead and less salvage value of materials) of making such changes. The obligations of BRTC hereunder shall not be limited to amounts shown on estimates made by JPEC hereunder. An itemized statement of the actual cost of all such changes shall be submitted by JPEC to BRTC, in a form mutually agreed upon. N
- C. Any reclearing of existing rights-of-way and any tree trimming necessary for the establishment of pole line attachments hereunder shall be performed by BRTC. N
- D. All poles to which attachments have been made under this tariff shall remain the property of JPEC, and any payments made by BRTC for changes in pole lines under this tariff shall not entitle BRTC to the ownership of any of said poles. N
- E. Any charges necessary for correction of substandard installation made by BRTC, where notice of intent had not been requested, shall be billed at a rate equal to twice the charges that would have been imposed if the attachment had been properly authorized. N

Easements and Rights-Of-Way N

JPEC does not warrant nor assure to BRTC any rights-of-way privileges or easements, and if BRTC shall at any time be prevented from placing or maintaining its attachments on JPEC's poles, no liability on account thereof shall attach to JPEC. Each party shall be responsible for obtaining its own easements and rights-of-way. N

Maintenance of Poles, Attachments and Operation N

- A. Whenever right-of-way considerations of public regulations make relocation of a pole, or poles, necessary, such relocation shall be made by JPEC at its own expense, except that each party shall bear the cost of transferring its own attachments. N
- B. Whenever it is necessary to replace or relocate an attachment, JPEC shall, before making such replacement or relocation, give forty-eight (48) hours written notice (except in cases of emergency) N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

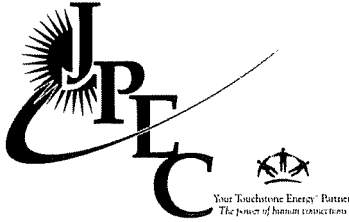
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED

000118



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 65

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

CLASSIFICATION OF SERVICE
BALLARD RURAL TELEPHONE COOPERATIVE CORPORATION (BRTC) TARIFF

to BRTC, specifying in said notice the time of such proposed replacement or relocation, and BRTC shall, at the time so specified, transfer its attachments to the new or relocated pole. Should BRTC fail to transfer its attachments to the new or relocated pole at the time specified for such transfer of attachments, JPEC may elect to do such work and BRTC shall pay JPEC the cost thereof. In the event BRTC fails to transfer its attachments and JPEC does such work, JPEC shall not be liable for any consequential damages such as loss of service to BRTC customers. N
N
N
N
N

C. Any existing attachment of BRTC, which does not conform to the specifications set out in this tariff hereof, shall be brought into conformity therewith as soon as practical. JPEC, because of the importance of its service, reserves the right to inspect each new installation of BRTC on its poles and in the vicinity of its lines or appurtenances. Such inspection, made or not, shall not operate to relieve BRTC of any responsibility, obligation, or liability assumed under the tariff. N
N
N
N
N

D. JPEC reserves to itself, its successor and assigns, the right to maintain its poles and operate its facilities thereon in such manner as will, in its own judgment best enable it to fulfill its own service requirements. JPEC shall not be liable to BRTC for any interruption of service of BRTC or for interference with the operation of the cables, wires and appliances of BRTC arising in any manner out of the use of JPEC's poles hereunder. N
N
N

JPEC shall exercise reasonable care to avoid damaging the facilities of BRTC, make an immediate report to BRTC of the occurrence of any such damage caused by its employees, agents or contractors, and, except for removal for non-payment or for failure to post or maintain the required "Performance Bond", agrees to reimburse BRTC for all reasonable cost incurred by BRTC for the physical repair of facilities damaged by the negligence of JPEC. N
N
N
N
N

DATE OF ISSUE December 15, 2007
 Month / Date / Year

DATE EFFECTIVE February 1, 2008
 Month / Date / Year

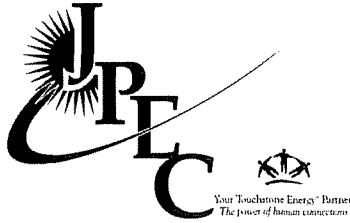
ISSUED BY *G. Kelly Nuckols*
 G. Kelly Nuckols

TITLE President & CEO

000119

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 66

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

CLASSIFICATION OF SERVICE
BALLARD RURAL TELEPHONE COOPERATIVE CORPORATION (BRTC) TARIFF

Inspections


- A. Periodic Inspection: Any unauthorized or unreported attachment by BRTC will be billed at a rate of two (2) times the amount equal to the rate that would have been due, had the installation been made the day after the last inspection. N
N
N
- B. Make-Ready Inspection: Any "make-ready" inspection or "walk-through" inspection required of JPEC will be paid for by BRTC at a rate equal to JPEC's actual expenses, plus appropriate overhead charges. N
N
N

Insurance or Bond

- A. BRTC agrees to defend, indemnify and save harmless JPEC from any and all damage, loss, claim, demand, suit, liability, penalty or forfeiture of every kind and nature, including but not limited to, costs and expenses of defending against the same and payment of any settlement or judgment therefore, by reason of (a) injuries or death to persons, (b) damages to or destruction of properties, (c) pollutions, contaminations of or other adverse effects on the environment, (d) terrorist attacks, or (e) violations of governmental laws, regulations or orders whether suffered directly by JPEC itself, or indirectly by reason of claims, demands or suits against it by third parties, resulting or alleged to have resulted from acts or omissions of BRTC, its employees, agents or other representatives or from their presence on the premises of JPEC, either solely or in concurrence with any alleged joint negligence of JPEC. JPEC shall be liable for sole active negligence. N
N
N
N
N
N
N
N
N
N
- B. BRTC will provide coverage from a company authorized to do business in the Commonwealth of Kentucky: N
N
 - 1. Protection for its employees to the extent required by Worker's Compensation Law of Kentucky. N
 - 2. Public Liability coverage with separate coverage for each town or city in which BRTC operates under this contract to a minimum amount of \$100,000.00 for each person and \$300,000.00 for N
N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

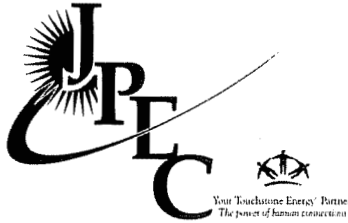
ISSUED BY 
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000120



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 67

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

CLASSIFICATION OF SERVICE
BALLARD RURAL TELEPHONE COOPERATIVE CORPORATION (BRTC) TARIFF

each accident or personal injury or death, and \$25,000.00 as to the property of any one person, and \$100,000.00 as to any one accident or property damage. N
N

Before beginning operations under this tariff, BRTC shall cause to be furnished to JPEC a certificate for such coverage evidencing the existence of such coverage. Each policy required hereunder shall contain a contractual endorsement written as follows: N
N
N

"The insurance or bond provided herein shall also be for the benefit of Jackson Purchase Energy Corporation, so as to guarantee, within the coverage limits, the performance by the insured of any indemnity agreement set forth in this tariff. This insurance or bond may not be cancelled for any cause without thirty (30) days advance notice being first given to Jackson Purchase Energy Corporation." N
N
N
N
N

Change of Use Provision N


When JPEC subsequently requires a change in its poles or attachment for reasons unrelated to BRTC operations, BRTC shall be given forty-eight (48) hours written notice of the proposed change (except in case of emergency). If BRTC is unable or unwilling to meet JPEC's time schedule for such changes, JPEC may do the work and charge to BRTC its reasonable cost for performing the change of BRTC attachments. N
N
N
N

Abandonment N

- A. If JPEC desires at any time to abandon any pole to which BRTC has attachments, it shall give BRTC notice in writing to that effect at least thirty (30) days prior to the date on which it intends to abandon such pole. If, at the expiration of said period, JPEC shall have no attachments on such pole, but BRTC shall not have removed all of its attachments therefrom, such pole shall thereupon become the property of BRTC, and BRTC shall save harmless JPEC from all obligation, liability, damages, cost, expenses, or charges incurred thereafter; and shall pay JPEC for such pole an amount equal to JPEC's depreciated cost thereof. JPEC shall further evidence transfer to BRTC of title to the pole by means of a bill of sale. N
N
N
N
N
N
N
N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

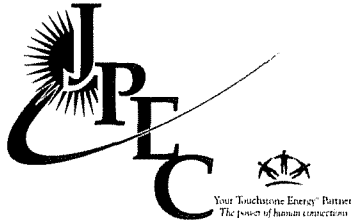
ISSUED BY 
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000121

IN CASE NO. 2007-00116 DATED _____



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City
 P.S.C. KY NO. 2
 SHEET NO. 68
 CANCELLING P.S.C. KY NO. Original
 SHEET NO. _____

CLASSIFICATION OF SERVICE
BALLARD RURAL TELEPHONE COOPERATIVE CORPORATION (BRTC) TARIFF

B. BRTC may, at any time, abandon the use of the attached pole by giving due notice thereof in writing to JPEC and by removing therefrom any and all attachments it may have thereon. BRTC shall, in such case, pay to JPEC the full rental for said pole for the then current billing period. N
N
N

Rights of Others N

Upon notice from JPEC to BRTC that the use of any pole or poles is forbidden by municipal or other public authorities or by property owners, the permit governing the use of such pole or poles shall immediately terminate and BRTC shall remove its facilities from the affected pole or poles at once. No refund of any rental will be due on account of any removal resulting from such forbidden use. N
N
N
N

Payment of Taxes N

Each party shall pay all taxes and assessments lawfully levied on its own property upon said attached poles, and the taxes and the assessments which are levied on said property shall be paid by the owner thereof, but any tax, fee, or charge levied on JPEC's poles solely because of their fee by BRTC shall be paid by BRTC. N
N
N

Bond or Depositor Performance N

A. BRTC shall furnish a bond or satisfactory evidence of contractual insurance coverage for the purposes hereinafter specified in the amount of Twenty-Five Thousand Dollars (\$25,000.00) until such time as BRTC shall occupy twenty-five hundred (2,500) poles of JPEC and thereafter the amount thereof shall be increased to increments of One Thousand Dollars (\$1,000.00) for each one hundred (100) poles (or fraction thereof) occupied by BRTC, evidence of which shall be presented to JPEC fifteen (15) days prior to beginning construction. Such bond or insurance shall contain the provision that it shall not be terminated prior to six (6) months after receipt by JPEC of written notice of the desire of the Bonding or Insurance Company to terminate such bond or insurance. Upon receipt of such notice, JPEC shall request BRTC to immediately remove its cables, wires, and all other facilities from all poles of JPEC. N
N
N
N
N
N
N
N
N
N
N

DATE OF ISSUE December 15, 2007
 Month / Date / Year

DATE EFFECTIVE February 1, 2008
 Month / Date / Year

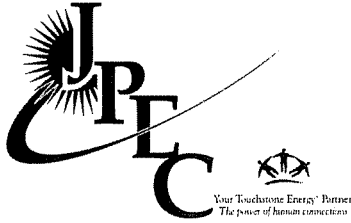
ISSUED BY *G. Kelly Nuckols*
 G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000122

IN CASE NO. 2007-00116 DATED _____



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City
P.S.C. KY NO. 2
SHEET NO. 69
CANCELLING P.S.C. KY NO. Original
SHEET NO. _____

CLASSIFICATION OF SERVICE
BALLARD RURAL TELEPHONE COOPERATIVE CORPORATION (BRTC) TARIFF

If BRTC should fail to complete the removal of all its facilities from the poles of JPEC within thirty (30) days after receipt of such request from JPEC, then JPEC shall have the right to remove them at the cost and expense of BRTC and without being liable for any damage to BRTC's wires, cables, fixtures, or appurtenances. Such bond or insurance shall guarantee the payment of any sums which may become due to JPEC for rentals, inspections, or work performed for the benefit of BRTC under this tariff, including the removal of attachments upon termination of service by any of its provisions. N
N
N
N
N

- B. After BRTC has been a customer of JPEC and not in default for a period of two years, JPEC shall reduce the bond by 50%, or, at JPEC's option, require a deposit in keeping with 807 KAR 5:006, Section 7. N
N
N

Use of Anchors N


JPEC reserves the right to prohibit the use of any existing anchors by BRTC where the strength or conditions of said anchors cannot be readily identified by visual inspection. N
N

Discontinuance of Service N

JPEC may refuse or discontinue serving an applicant or customer under the conditions set out in 807 KAR 5:006, Section 11 (1). N
N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

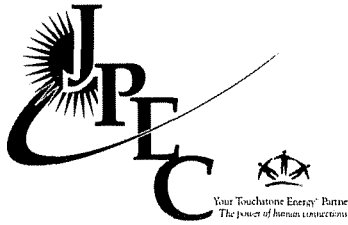
ISSUED BY 
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000123



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 70

CANCELLING P.S.C. KY NO. Original

SHEET NO.

RULES AND REGULATIONS
POWER CURTAILMENT PROCEDURE

General

The Kentucky Public Service Commission has required that a Power Curtailment Procedure be established for all electric utilities under its jurisdiction (Administrative Case Number 353).

Objective

This plan provides guidelines for the reduction and conservation of power usage during severe generation shortages, power deficiencies, certain mechanical failures and other emergency situations.

This procedure will define the following priority levels;

Level 1: Essential Health and Safety – to be given special consideration in these procedures shall, insofar as the situation permits, include the following types of use:

- A. "Hospitals", which shall be limited to institutions providing medical care to patients.
- B. "Life Support Equipment", which shall be limited to kidney machines, respirators, and similar equipment used to sustain the life of a person.
- C. "Police Stations and Government Detention Institutions", which shall be limited to essential uses required for police activities and the operation of facilities used for the detention of persons. These uses shall include essential street, highway, and signal lighting services.
- D. "Fire Stations", which shall be limited to facilities housing mobile fire-fighting apparatus.
- E. "Communications Services", which shall be limited to essential uses required for telephone, telegraph, television, radio, and newspaper operations, and operation of state and local emergency services.
- F. "Water and Sewage Services", which shall be limited to essential uses required for the supply of water to a community, flood pumping and sewage disposal.
- G. "Transportation and Defense-related Services", which shall be limited to essential uses required for the operation, guidance control and navigation of air, rail and mass transit systems, including those uses essential to the national defense and operation of state and local emergency services.

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

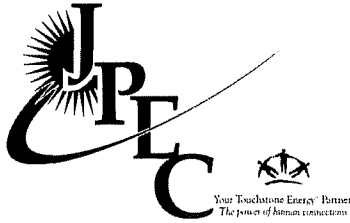
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000124

IN CASE NO. 2007-00116 DATED



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 71

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RULES AND REGULATIONS
POWER CURTAILMENT PROCEDURE

- H. "Other Energy Source Services", which shall be limited to essential uses required for the production, transportation, transmission and distribution -- for fuel -- of natural or manufactured gas, coal, oil or gasoline. N
- I. "Perishable Food or Medicine", which shall be limited to the use of refrigeration for the storage and preservation of perishable food or medicine when that use is substantially all of a customer's load. N
- J. "Critical Commercial and Industrial", which shall be limited to commercial or industrial operations requiring regimented shutdowns to prevent conditions hazardous to the general population, and to energy utilities and their support facilities critical to the production, transportation, and distribution of service to the general population. N

Level 2: Residential N

This class will include power consumption essential usage only – limited to homes, apartments, hotels and motels. N

Level 3: Non-critical Commercial and Industrial N

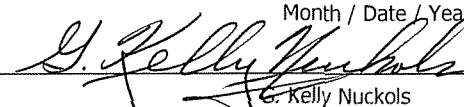
This class will include all Rate Schedule "C-1", "C-3", "D", "I-E", "L", and "L-E" except for those consumers that are classified in Level 1 or 2. N

Level 4: Non-Essential Uses N

- A. Outdoor flood and advertising lighting, except for the minimum level to protect life and property, and a single illuminated sign identifying commercial facilities when operating after dark. N
- B. General interior lighting levels greater than minimum functional levels. N
- C. Show window and display lighting. N
- D. Parking lot lighting above minimum functional levels. N
- E. Energy use greater than that necessary to maintain a temperature of not less than 78 degrees during operation of cooling equipment and not more than 65 degrees during operation of heating equipment. N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

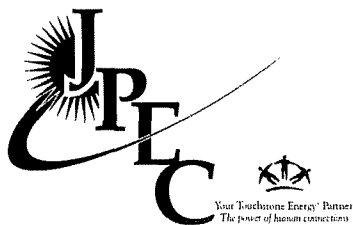
ISSUED BY 
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000125

IN CASE NO. 2007-00116 DATED _____



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 72

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RULES AND REGULATIONS
POWER CURTAILMENT PROCEDURE

- F. Elevator and escalator use in excess of the minimum necessary for off peak hours of use. N
- G. Energy use greater than that which is the minimum required for lighting, heating, or cooling of N
 commercial or industrial facilities for maintenance cleaning or business-related activities during non- N
 business hours. N

When to Implement this Procedure N

This procedure is to be implemented only when a state of emergency exists or a disaster has been declared by N
 governmental authorities that dictate curtailment of power consumption. A state of emergency can also be N
 declared by the President/CEO in the event load exceeds JPEC's system capacity or for other such system N
 disturbances that may occur if internal efforts fail to alleviate the problem. N

Curtailment Procedure N

The following order of actions should be implemented to curtail the consumption of power use. When the N
 curtailment goal is established, no further action is required unless the goal is updated or additional loads are N
 experienced. N

1. Determine the extent of the emergency and estimate the amount of consumption curtailment N
 required. Estimate the kW and kWh system use for the immediate future. Set a goal for the kWh N
 and/or kW curtailment. N
2. Notify the news media within the service territory and ask that JPEC Members be notified of the N
 emergency and asked to reduce their consumption until further notice. N
3. Curtail Members having their own internal generation capacity. Curtail Members on curtailable N
 agreements and contracts for the maximum hours and load allowable under their agreement or N
 contract. N
4. Call all large Members and inform them of the emergency and ask them to curtail all non-essential N
 power consumption. N
5. Notify the Kentucky Public Service Commission of the situation. N

DATE OF ISSUE December 15, 2007
 Month / Date / Year

DATE EFFECTIVE February 1, 2008
 Month / Date / Year

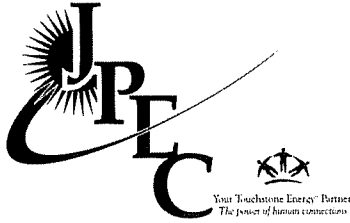
ISSUED BY *G. Kelly Nuckols*
 G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000126



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 73

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RULES AND REGULATIONS
POWER CURTAILMENT PROCEDURE

- 6. If the presently established curtailment level is not met, proceed with the following mandatory measures. Establish necessary phone answering stations to answer Member questions and concerns. Notify the media with up-to-date information on the status of the emergency and all future actions to be taken.
- 7. Initiate mandatory curtailments by terminating all Priority Level 4 service. Reduce Priority Level 3 by twenty-five percent (25%) and Priority Level 2 by fifteen percent (15%).
- 8. Implement interruption of distribution circuits on a rotational basis while minimizing interruption of Priority Level 1 Members.

Enforcement

Members who try to use more power consumption than allotted should be given verbal and written warnings. They shall have a maximum of 24 hours to comply. If they do not cooperate, they shall be disconnected until the curtailment is over.

Termination of the Curtailment of Power Consumption

The termination of this procedure will occur when the emergency is over. All services will be restored in reverse order and in a manner that will not create adverse effects on JPEC. If the curtailment goal is reduced, service can be restored to the most essential Members first.

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

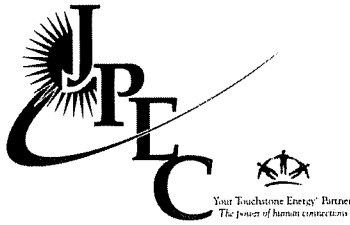
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000127



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 74

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RATES AND CHARGES
SCHEDULE CRA – COST REDUCTION ADJUSTMENT

Applicability

Entire service territory.

Availability of Service

1. Billings to Members Served from Non-Dedicated Delivery Points:

Billings computed pursuant to rate schedules to which this cost reduction adjustment is applicable shall be decreased during each refund month by the following restitution adjustment factor applied to each kilowatt hour sold:

$$\text{Cost Reduction Adjustment Factor} = \frac{\text{RA (m)}}{\text{P (m)}}$$

Where RA is the monthly credit from JPEC's wholesale power supplier (Big Rivers) for all non-dedicated delivery points for cost reduction adjustment (plus any over/under recovery from the prior refund) and P is the total kWh purchased, less line losses equal to a twelve (12) month moving average not to exceed ten percent (10%), (m) period shall be the first month preceding the month in which the cost reduction adjustment is refunded.

2. Billings to Members Served from Dedicated Delivery Points (No Line Losses to JPEC):

Billings computed pursuant to rate schedules or special agreements or contracts to which this restitution adjustment is applicable shall be decreased during each month equal to the amount refunded to JPEC for the Member's dedicated delivery point by Big Rivers for restitution adjustment.

3. Rate schedule (1) above shall apply to JPEC rate schedules "R", "C-1", "C-3", "D", "OL", "I-E" and "L" and rate schedule (2) above shall apply to JPEC's rate schedule "I-E" and "L" served from a dedicated delivery point.

DATE OF ISSUE December 15, 2007
 Month / Date / Year

DATE EFFECTIVE February 1, 2008
 Month / Date / Year

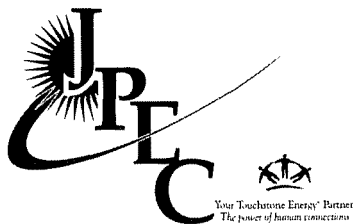
ISSUED BY *G. Kelly Nuckols*
 G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000128

IN CASE NO. 2007-00116 DATED _____



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 75

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RATES AND CHARGES
SCHEDULE CRA – COST REDUCTION ADJUSTMENT

Term

This Cost Reduction Adjustment (CRA) shall be terminated at such time that all of the Big Rivers Member Discount Adjustment credit to be received by JPEC has been passed through to JPEC's Members. The CRA may be terminated or modified prior to receiving the last credit from Big Rivers such that the cumulative amount credited to JPEC's Members will not exceed the cumulative amount credited by Big Rivers.

N
N
N
N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

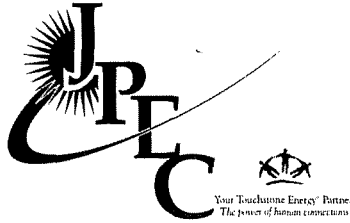
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000129

IN CASE NO. 2007-00116 DATED _____



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 76

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RATES AND CHARGES
FRANCHISE FEE

Applicability

Entire service territory.

Availability of Service

Available as an option for collection of revenues within governmental jurisdictions which impose on JPEC franchise fees, permitting fees, local taxes or other charges by ordinance, franchise or other governmental directive and not otherwise collected in the charges of JPEC's base rate schedules.

Definitions

Base Year: The twelve (12) month period ending December 31.

Collection Year: The full calendar year following the Base Year.

Base Year Amount:

1. A percentage of revenues, as determined in the franchise agreement, for the Base Year; and
2. License fees, permit fees or other cost specifically borne by JPEC for the purpose of maintaining the franchise as incurred in the Base Year and applicable specifically to JPEC by ordinance or franchise for operation and maintenance of its facilities in the franchise area, including but not limited to costs incurred by JPEC as a result of governmental regulation or directives requiring construction or installation of facilities beyond that normally provided by JPEC in accordance with applicable Rules and Regulations approved by JPEC's Board of Directors and under the direction of the Kentucky Public Service Commission; and
3. Any adjustment for over or under collection of revenues associated with the amounts in (1) or (2).

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

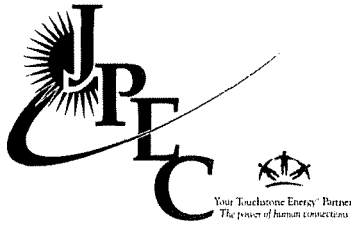
ISSUED BY 
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000130



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 77

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RATES AND CHARGES
FRANCHISE FEE

Rates

The franchise percentage will be calculated by dividing the Base Year amount by the total revenues in the Base Year for the franchise area. The franchise percentage will be monitored during the Collection Year and adjusted to recover the Base Year Amount in the Collection Year as closely as possible.

Billing

1. The franchise charge will be applied exclusively to the base rate and all riders of bills of Members receiving service within the franchising governmental jurisdiction, before taxes.
2. The franchise charge will appear as a separate line item on the Member's bill and show the unit of government requiring the franchise.
3. Payment of the collected franchise charges will be made to the governmental franchising body as agreed to in the franchise agreement.

Term of Contract

As agreed to in the franchise agreement. In the event such franchise agreement should lapse but payment of franchise fees, other local taxes or permitting fees paid by JPEC by ordinance franchise or other governmental directive should continue, collection shall continue under this tariff.

Terms and Conditions

Service will be furnished in accordance with the provisions of the franchise agreement in so far as those provisions do not conflict with the Terms and Conditions applicable to JPEC approved by and under the direction of JPEC's Board of Directors and the Kentucky Public Service Commission.

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

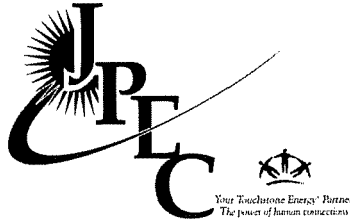
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000131



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 78

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RATES AND CHARGES
SCHOOL TAX

Applicability

Entire service territory.

N
N

Availability of Service

This schedule is applied as a rate increase to all other schedules pursuant to KRS 160 for the recovery by JPEC of school taxes in any county requiring a utility gross receipts license tax for schools under KRS 160.

N
N
N

Rate

The utility gross receipts license tax imposed by the county but not to exceed the maximum as established by applicable KRS.

N
N
N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

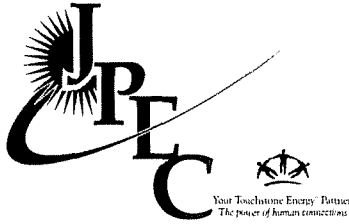
ISSUED BY G. Kelly Nuckols
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000132

IN CASE NO. 2007-00116 DATED _____



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 79

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RATES AND CHARGES
SCHEDULE G-1 – RENEWABLE RESOURCE ENERGY SERVICE

Applicable

Applicable in all territory served.

Availability of Service

Renewable Resource Energy service is available in accordance with the terms of this tariff rider to any Member purchasing retail electric service under a schedule listed in Section D of this rider, subject to JPEC's general rules and regulations on file with the Public Service Commission of Kentucky. For purposes of this renewable resource energy service tariff rider, (i) the term "Renewable Resource Energy" means electric energy generated from solar, wind, ocean, geothermal energy, biomass, or landfill gas, and (ii) the term "biomass: means any organic material that is available on a renewable or recurring basis, including dedicated energy crops, trees grown for energy production, wood waste and wood residues, plants (including aquatic plants, grasses and agricultural crops), residues, fibers, animal wastes and other organic waste materials (but not including unsegregated municipal solid waste (garbage)), and fats and oils.

Conditions of Service

- (1) Renewable Resource Energy service availability is contingent upon the availability from JPEC's wholesale power supplier of a wholesale supply of Renewable Resource Energy in the quantity and at the quality requested by a Member.
- (2) Subject to the other requirements of this tariff rider, JPEC will make Renewable Resource Energy service available to a Member if the Member signs a Renewable Resource Energy service contract in the form attached to this tariff rider agreeing to purchase a specified number of 100 kWh blocks of Renewable Resource Energy per month for a period of not less than one year, and that contract is accepted by JPEC's wholesale power supplier. JPEC will have the right, but not the obligation, to terminate a Renewable Resource Energy service contract at the request of the Member before the end of the contract term.

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

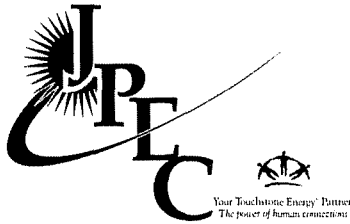
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000133

IN CASE NO. 2007-00116 DATED _____



FOR Jackson Purchase Energy Corp.
Entire Territory Served
 Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 80

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RATES AND CHARGES
SCHEDULE G-1 – RENEWABLE RESOURCE ENERGY SERVICE

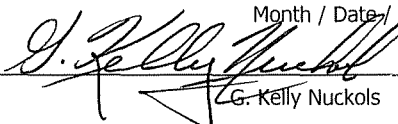
Monthly Rate

(1) The rate for Renewable Resource Energy is the rate schedule applicable to service to a Member, plus a premium per kilowatt hour of Renewable Resource Energy contracted for as follows, subject to any adjustment, surcharge or surcredit that is or may become applicable under the Member's rate schedule:

	<u>A Per Kilowatt Hour Premium Of</u>	
Rate Schedule "R" – Residential	\$0.0365	N
Rate Schedule "C-1" – Small Commercial Single Phase	\$0.0365	N
Rate Schedule "C-3" – Small Commercial Three Phase	\$0.0365	N
Rate Schedule "OL" – Outdoor Lighting	\$0.0365	N
Rate Schedule "D" – Commercial and Industrial Demand Less Than 3,000 kW	\$0.0365	N
Rate Schedule "I-E" – Large Commercial and Industrial – Existing	\$0.041285	N
Rate Schedule "L" – Large Commercial and Industrial 3,000-5,000 kW	\$0.041285	N
Rate Schedule "L-E" – Large Industrial Member Expansion	\$0.041285	N
Rate Schedule "SPC-A"	\$0.0365	N
Rate Schedule "SPC-B"	\$0.0365	N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

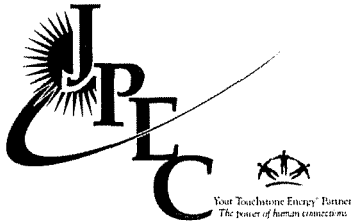
ISSUED BY 
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000134



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
Community, Town or City
 P.S.C. KY NO. 2
SHEET NO. 81
 CANCELLING P.S.C. KY NO. Original
SHEET NO.

RATES AND CHARGES
SCHEDULE G-1 – RENEWABLE RESOURCE ENERGY SERVICE

(2) Renewable Resource Energy purchased by a Member in any month will be conclusively presumed to be the first kilowatt hours delivered to that Member in that month. N
N

Billing N

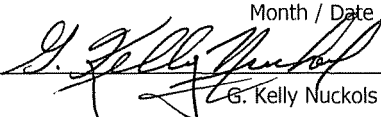
Sales of Renewable Resource Energy are subject to the terms of service and payment of the Rate schedule under which Renewable Resource Energy is purchased. N
N

Member Discount Adjustment Rider N

Revenue collected by JPEC under this Renewable Resource Energy tariff rider will be included in Unadjusted Billing Revenues for purposes of the Member Discount Adjustment Rider. N
N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

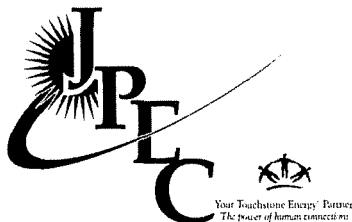
ISSUED BY 
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000135



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
Community, Town or City
 P.S.C. KY NO. 2
SHEET NO. 82
 CANCELLING P.S.C. KY NO. Original
SHEET NO.

RATES AND CHARGES
 SCHEDULE G-1 – RENEWABLE RESOURCE ENERGY SERVICE

RENEWABLE ENERGY CONTRACT

JPEC: JACKSON PURCHASE ENERGY CORPORATION

MEMBER: _____

MEMBER ACCOUNT NUMBER: _____

BEGINNING DATE OF RENEWABLE ENERGY SALE: _____, 20__

ENDING DATE OF RENEWABLE ENERGY SALE (WHICH IS A DATE NOT LESS THAN ONE YEAR AFTER THE BEGINNING DATE): _____, 20__

NUMBER OF BLOCKS OF 100 KILOWATT HOURS EACH OF RENEWABLE ENERGY PURCHASED: _____

JPEC agrees to sell, and Member agrees to buy Renewable Energy in the amounts and for the period stated above, in accordance with JPEC's Renewable Energy Rider, a copy of which Member has received from JPEC. The retail rate premium that will be added to Member's monthly bill for each 100 kWh block of Renewable Energy is \$3.65, or \$_____ in total per billing month based upon the number of blocks of Renewable Energy Member will purchase from JPEC, subject to any changes in JPEC's Renewable Energy Rider approved by the Kentucky Public Service Commission from time to time.

DATE OF ISSUE December 15, 2007
 Month / Date / Year

DATE EFFECTIVE February 1, 2008
 Month / Date / Year

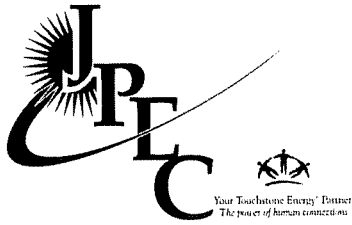
ISSUED BY *G. Kelly Nuckols*
 G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000136



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City
 P.S.C. KY NO. 2
 SHEET NO. 83
 CANCELLING P.S.C. KY NO. Original
 SHEET NO. _____

RATES AND CHARGES
SCHEDULE G-1 – RENEWABLE RESOURCE ENERGY SERVICE

RENEWABLE ENERGY CONTRACT

This Renewable Energy Contract contains the entire agreement of the JPEC and the Member regarding Member's purchase of Renewable Energy from JPEC, and may not be amended except in writing, signed by JPEC and Member.

AGREED BY JPEC:

JACKSON PURCHASE ENERGY CORPORATION

BY: _____
 ITS: _____
 DATE: _____, 20____

AGREED BY MEMBER:

BY: _____
 DATE: _____, 20____

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

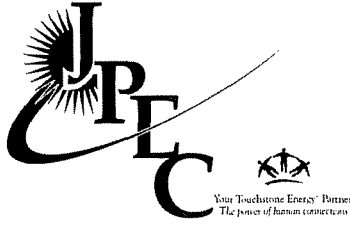
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000137



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 84

CANCELLING P.S.C. KY NO. Original

SHEET NO.

TERMS AND CONDITIONS
MEMBERS BILL OF RIGHTS

As a residential Member of a regulated public utility in the Commonwealth of Kentucky, you are guaranteed the following rights subject to Kentucky Revised Statutes and the provisions of the Kentucky Public Service Commission Administrative Regulations:

- You have the right to service, provided you (or a Member of your household whose debt was accumulated at your address) are not indebted to JPEC.
- You have the right to inspect and review JPEC's rates and tariffed operating procedures during JPEC's normal office hours.
- You have the right to be present at any routine JPEC inspection of your service conditions.
- You must be provided a separate, distinct disconnect notice alerting you to a possible disconnection of your service, if payment is not received.
- You have the right to dispute the reasons for any announced termination of your service.
- You have the right to negotiate a partial payment plan when your service is threatened by disconnection for non-payment.
- You have the right to participate in near equal, levelized payment plan for your electric service.
- You have the right to maintain your utility service for up to thirty (30) days upon presentation of a medical certificate issued by a health official.
- You have the right to prompt (within 24 hours) restoration of your service when the cause for discontinuance has been corrected.

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

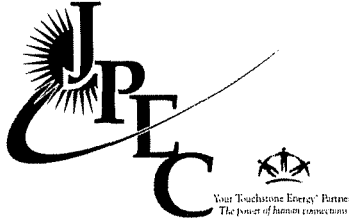
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000138

IN CASE NO. 2007-00116 DATED



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 85

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

TERMS AND CONDITIONS
MEMBERS BILL OF RIGHTS

- If you have not been disconnected, you have the right to maintain your electric service for up to thirty (30) days, when you present a Certificate of Need issued by the Kentucky Cabinet for Human Resources between the months of November and the end of March. N
N
N
- If you have been disconnected due to non-payment, you have the right to have your electric service reconnected between the months of November through March provided you: N
N
 1. Present a Certificate of Need issued by the Kentucky Cabinet for Human Resources; and N
 2. Pay one third (1/3) of your outstanding bill (\$200.00 maximum); and N
 3. Accept referral to the Human Resources' Weatherization Program; and N
 4. Agree to a repayment schedule that will cause your bill to become current by October 15 N
- You have the right to contact the Kentucky Public Service Commission regarding any dispute that you have been unable to resolve with JPEC (call Toll Free 1-800-772-4863). N
N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

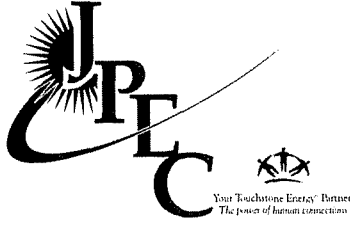
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000139

IN CASE NO. 2007-00116 DATED _____



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 86

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RULES AND REGULATIONS

(1) SCOPE

This schedule of Rules and Regulations is hereby made a part of all agreements and contracts for electric service received from Jackson Purchase Energy Corporation, hereinafter referred to as JPEC, and applies to all service received, whether such service is based upon a contract, agreement, signed application or otherwise. No employee or director of JPEC is permitted to make an exception to rates and rules. Regulations are on file at the JPEC office, can be inspected at the JPEC office, or on the JPEC website (www.jpenergy.com). All Rules and Regulations shall be in effect so long as they do not conflict with Kentucky Public Service Commission Rules and Regulations.

N
N
N
N
N
N
N

(2) REVISIONS

These Rules and Regulations may be revised, amended, supplemented or otherwise changed from time to time after approval by JPEC's Board of Directors and the Kentucky Public Service Commission. Such changes, when effective, shall have the same force as the present Rules and Regulations.

N
N
N

(3) SUPERSEDE PREVIOUS RULES AND REGULATIONS

These Rules and Regulations supersede all previous Rules and Regulations under which JPEC has supplied electric service.

N
N

(4) SERVICE AREA

JPEC furnishes electric power and energy in portions of Ballard, Carlisle, Graves, Livingston, Marshall and McCracken Counties.

N
N

(5) AVAILABILITY

Available to all Members and non-Members of JPEC as specified in the tariff sheets and classifications of service.

N
N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

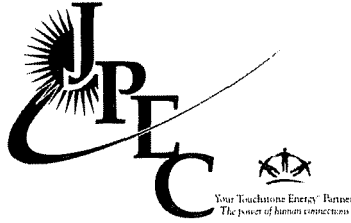
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000140

IN CASE NO. 2007-00116 DATED _____



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 87

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RULES AND REGULATIONS

(6) AVAILABILITY OF SERVICE TO DELINQUENT MEMBERS

If an application is received by a person residing with a delinquent Member at the premises where power and/or energy was supplied to the delinquent Member, the application will be denied on the grounds that the applicant is applying as the agent of the delinquent Member.

N
N
N
N

(7) APPLICATION FOR ELECTRIC SERVICE

Each prospective Member and/or spouse desiring electric service will be required to complete the "Application for Membership and Electric Service". Where applicable, the prospective Member must sign an agreement or contract pertaining to their particular service. Also, where applicable, the prospective Member must provide JPEC with all necessary electrical permits and fully executed right of way easements for his/her property, and all necessary load information at the time of application for service. The Member may be required to furnish his/her social security number, federal tax identification number, telephone number(s), date of birth, permanent address, place of employment, name of spouse and other information.

N
N
N
N
N
N
N

(8) MEMBERSHIP

The Membership fee shall be zero dollars (\$0.00). No Member may hold more than one (1) Membership in JPEC. Discontinuance of service will automatically terminate the Membership, and any Membership fee will be applied against any unpaid bills of the Member and/or refunded. No refund of any membership fee will be distributed unless the membership is terminated. Membership fees are not transferable from one Member to another.

N
N
N
N
N

(9) CONTINUITY OF SERVICE

JPEC shall use reasonable diligence to provide a constant and uninterrupted supply of electrical power and energy, but if such a supply shall fail or be interrupted or become defective through an act of God, or the public enemy, terrorist actions, or by accident, strikes or labor troubles, or by actions of the elements, or other regulatory action or for any other cause beyond the reasonable control of JPEC, JPEC shall not be liable.

N
N
N
N
N

DATE OF ISSUE December 15, 2007
 Month / Date / Year

DATE EFFECTIVE February 1, 2008
 Month / Date / Year

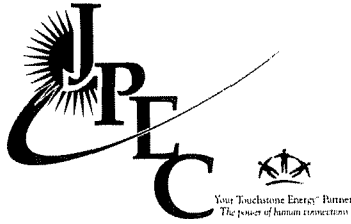
ISSUED BY *G. Kelly Nuckols*
 G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000141



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 88

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RULES AND REGULATIONS

For the purpose of making repairs to or changes in JPEC's facilities, JPEC may without incurring any liability therefore, suspend service for such period as may be required but will not inconvenience the Member unnecessarily. Whenever possible, JPEC will give reasonable notice to the Member prior to such suspension of service.

N
N
N
N

(10) EASEMENTS

N

Each Member, together with his/her spouse and all other real estate title owners, shall grant or convey to JPEC, without cost, any permanent easements reasonably required by JPEC to provide electric service to that Member for the installation, maintenance, and operation of JPEC's electrical distribution system, both existing and future, with right of ingress and egress for these purposes over the Member's property, provided such electrical distribution system is located on real estate owned, rented or otherwise controlled by the Member. The failure or refusal to convey easements shall constitute grounds for discontinuing service.

N
N
N
N
N
N
N

(11) RIGHT OF ACCESS

N

Each Member shall, at the time of application provide JPEC with permits or shall sign right of way easements if applicable. JPEC shall at all reasonable hours have access to meters, service connections and other property owned by it and located on the Member's premises for purposes of placing, locating, building, constructing, operating, replacing, rebuilding, relocating, repairing, improving, enlarging, extending and maintaining on, over or under such lands and premises or removing there from its electrical distribution system, new or existing lines, wires, poles, anchors and other necessary parts.

N
N
N
N
N
N

(12) NO PREJUDICE OF RIGHTS

N

Failure by JPEC to enforce any of the terms of these Rules and Regulations shall not be deemed as a waiver of the right to do so.

N
N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

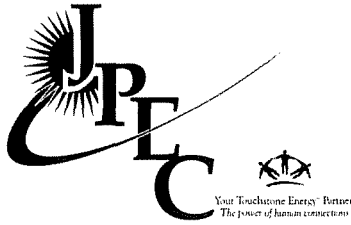
ISSUED BY *Kelly Nuckols*
Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000142

IN CASE NO. 2007-00116 DATED _____



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 89

CANCELLING P.S.C. KY NO. Original

SHEET NO.

RULES AND REGULATIONS

(13) NON-STANDARD SERVICE

The Member shall pay the cost of any special installation necessary to meet his/her requirements for service at other than standard voltage, or for the supply of closer voltage regulation than required by standard practices.

(14) BILLING

A bill for electric service is mailed to all Members each month a few days after the meter is read. Normally, the bill is for approximately 30 days of service, but may vary from 27 to 35 days depending on the number of working days in a month, bad weather or holiday schedules. Electric service is billed as per tariffs and/or special agreements as approved by JPEC's Board of Directors and the Kentucky Public Service Commission. Members may also be required to pay school, sales and/or franchise taxes as required by state and/or local governments.

If JPEC cannot obtain a reading of the Member's meter due to factors beyond JPEC's control, the reading may then be estimated. JPEC will estimate the Member's bill using information available to JPEC. This information may include previous billing information for this Member, billing information from similar services of other Members, weather data, and other applicable information. When the reading is estimated, it will be noted on the bill. After the next actual reading, the bill will be adjusted automatically if the estimated reading was too high or too low. Failure to receive a statement shall not release the Member from payment obligation.

JPEC shall not be responsible for any payment lost in the mail or for any payment made to any person not an employee of JPEC or to anyone who has not been authorized to accept such payments on behalf of JPEC. The gross rates shall apply to any such lost payments if not received by JPEC on or before the due date.

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

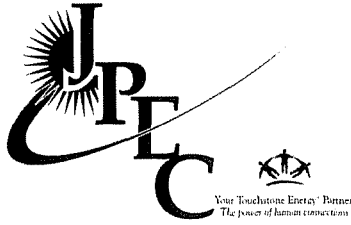
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED

000143



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 90

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RULES AND REGULATIONS

(15) DEPOSITS

JPEC may require a minimum deposit to secure payment of bills except for Members qualifying for service connection pursuant to 807 KAR 5:006, Section 15, Winter Hardship Reconnection. Service may be refused or discontinued for failure to pay the requested deposit.

The residential deposit amount shall not exceed 2/12's of the average annual residential usage at the current rates. Interest, as prescribed by KRS 278.460, will be paid annually either by refund or credit to the Member's bill, except that no refund or credit will be made if the Member's bill is delinquent on the anniversary date of the deposit.

The residential deposit may be waived upon a Member's showing of satisfactory credit, based on the credit information received from a credit bureau as determined by JPEC at the time the service is requested by the Member. If a deposit has been waived and the Member fails to maintain a satisfactory payment record, a deposit may then be required. JPEC may require a deposit in addition to the initial deposit if the Member's classification of service changes or if there is a substantial change in usage. Upon termination of service, the deposit, any principal amounts and any interest earned and owing, will be credited to the final bill with any remainder refunded to the Member.

The non-residential deposit shall be based on existing load information or information provided by Member. The deposit will be equal to 2/12's of the existing usage or 2/12's of the anticipated usage based upon information provided by Member. JPEC may require a deposit in addition to the initial deposit if the Member's classification of service changes or if there is a substantial change in usage. Interest, as prescribed by KRS 278.460, will be paid annually either by refund or credit to the Member's bill, except that no refund or credit will be made if the Member's bill is delinquent on the anniversary date of the deposit.

If a deposit is held longer than eighteen (18) months, the deposit will be recalculated at the Member's request based on the Member's actual usage. If the deposit for the account differs from the recalculated amount ten percent (10%) for a Member, JPEC may collect any underpayment and shall refund any overpayment by check or credit to the Member's bill. No refund shall be made if the Member's bill is delinquent at the time of the recalculation.

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

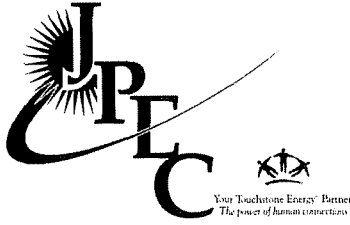
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000144



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 91

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RULES AND REGULATIONS

(16) LEVELIZED BILLING

JPEC will provide a voluntary levelized billing plan for any residential Member who wishes to reduce variations in monthly electric bills based on the latest twelve (12) months usage. The levelized billing plan will not allow the accumulation of large credit or debit balances on a Member's account. The plan enables members to pay a monthly, levelized amount instead of monthly billings for actual usage. JPEC determines the levelized amount based on the following calculation:

Average Monthly kWh Usage =
$$\frac{\text{Current month's kWh usage} + \text{Previous 11 months' kWh usage}}{12}$$

Average Monthly kWh Charge =
$$\text{Average Monthly kWh Usage} \times \text{Current Rate}$$

1/12 Previous kWh Charge Balance =
$$\frac{\text{Previous kWh charge balance}}{12}$$

Current Levelized Amount (round to nearest dollar) =
$$\text{Average Monthly kWh Charge} \pm \text{1/12 Previous kWh Charge Balance} + \text{Any Additional Fees Due}$$

All current state, federal, and local taxes that are immediately paid by JPEC, service charges, arrears, and any recurring monthly charges such as security lights are added to the monthly levelized amount in order to calculate the current total levelized payment due.

Payment dates and payment terms remain the same as for normal billing. Participants in levelized billing must pay the full amount of the levelized payment each month by the due date.

Failure to pay the full levelized amount, failure to pay a collection fee, disconnect for nonpayment, illegal use of service, or theft of service will result in removal of the account from the levelized program. Accounts removed from the levelized program are placed on the normal billing program and any levelized balance is applied to the actual current billing.

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

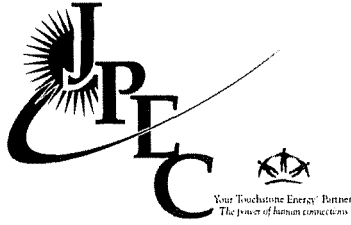
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000145

IN CASE NO. 2007-00116 DATED _____



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 92

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RULES AND REGULATIONS

Requirements for levelized billing are: (1) twelve (12) months of service at the location; (2) account is paid up-to-date; (3) satisfactory credit history.

JPEC may, at its discretion, offer this program to Members with less than twelve (12) months of service at the location with appropriate changes made to the formulas.

(17) PARTIAL PAYMENT PLAN

Residential Members who are unable to pay their bills in accordance with JPEC's regular payment terms may come to JPEC's office during normal business hours to make arrangements for a partial payment plan and retention of service. Such arrangements must be made before the scheduled disconnect date as printed on the late notice. The agreement will be mutually agreed upon and be reasonable and in accordance with the provisions set forth in 807 KAR 5:006, Section 14, Refusal or Termination of Service and Section 15, Winter Hardship Reconnection. The agreement shall be in writing and signed by the Member or by verbal agreement as recorded by JPEC equipment. The agreement will state and the Member will be advised that should he/she fail to honor the payment schedule mutually agreed upon, the Member's service may be disconnected without prior additional notice. JPEC shall not be obligated or required to negotiate additional partial payment plans with Members who are currently delinquent under a previous payment plan.

(18) LOCATION OF METERS

Meters shall be easily accessible for reading, testing, making necessary adjustments and repairs and shall be located at a site designated by JPEC personnel.

(19) METER TESTS

JPEC will, at its own expense, make periodic tests and inspections of its meters in order to maintain a high standard of accuracy and to conform with the regulations of the Kentucky Public Service Commission. JPEC will make a test of any meter upon written request of any Member. The Member will be given the opportunity of being present at such a "request test". Should the test made at the Member's request show the meter to be accurate within two percent (2%) slow or fast, no adjustment will be made

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

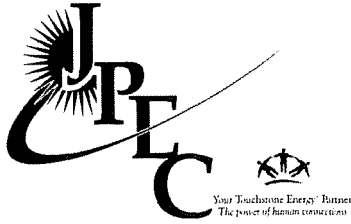
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000146



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 93

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RULES AND REGULATIONS

to the Member's bill and the Member will be billed in accordance with the non-recurring tariff as approved by JPEC's Board of Directors and the Kentucky Public Service Commission to cover the cost of the "request test". Such charge would be subject to the same collection policies as any other amount due and owing JPEC. Should the test show the meter to be in excess of two percent (2%) slow or fast, an adjustment shall be made to the Member's bill as prescribed by 807 KAR 5:006, Section 10 (5). Should the test show the meter to be in excess of two percent (2%) slow or fast, the cost of the meter test shall be borne by JPEC.

N
N
N
N
N
N

(20) SERVICES PERFORMED FOR MEMBERS

JPEC personnel are prohibited from making repairs or performing services to the Member's equipment or property except in cases of emergency or to protect the public or Member's person or property. When such emergency service(s) is/are performed, the Member shall be charged for such service(s) at the rate of time and material(s) used.

N

N
N
N
N

(21) RESALE OF POWER BY MEMBERS

All purchased electric power and energy used on the premises of the Member shall be supplied exclusively by JPEC and the Member shall not directly sell, sublet or otherwise dispose of the electric power and energy or any part thereof.

N

N
N
N

(22) NOTICE OF TROUBLE

Member or Member's representative should notify JPEC immediately should service be unsatisfactory for any reason or should there be any defects, trouble or accidents affecting the supply of electricity.

N

N
N

(23) POINT OF DELIVERY

The point of delivery is the point as designated by JPEC on the Member's premises where electric power and energy is to be delivered to a building or premises, namely, the point of attachment, which is normally the point closest to the utility line. A Member requesting a delivery point different from the one designated by JPEC will be required to pay the additional cost of the special construction. All wiring and

N

N
N
N
N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

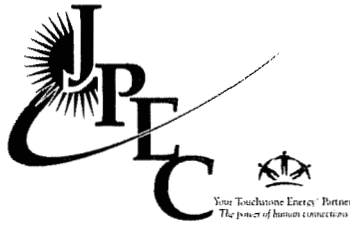
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000147

IN CASE NO. 2007-00116 DATED _____



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 94

CANCELLING P.S.C. KY NO. Original

SHEET NO.

RULES AND REGULATIONS

equipment, excluding the metering, beyond this point of delivery shall be supplied and maintained by the Member.

(24) FAILURE OF METER TO REGISTER

In the event a Member's meter should fail to register, the Member shall be billed from the date of such failure at the average consumption of the Member, based on the twelve (12) months period immediately preceding the failure and other information as deemed appropriate.

(25) MEMBER'S WIRING AND INSTALLATION

- A. The electric system of the Member's premises shall be installed to be in compliance with the standards of the most recent edition of NFPA 70, National Electrical Code, Rules and Regulations of JPEC and with the codes and regulations of any government authority having jurisdiction. Any required inspection by any governmental agency shall be secured by the Member. No connection or hookup shall be made until JPEC has received a certificate of inspection or certificate of exemption from the agency having jurisdiction.
- B. All wiring, pole lines, equipment and appliances beyond the metering point or delivery point shall be installed, owned and maintained by the Member. JPEC assumes no duty or liability for any appliances or wiring not installed by JPEC or for any injury to persons or property resulting from appliances or wiring installed by the Member on its side of the meter or delivery point.
- C. JPEC shall have the right, but does not assume the duty, to inspect the Member's entrance equipment installation at any reasonable time. JPEC may refuse to commence or continue service whenever entrance equipment installation could subject any person to imminent harm or result in substantial damage to the property of JPEC or others, but no inspection by JPEC, nor the failure by it to identify deficiencies in the Member's entrance equipment installation shall render JPEC liable or responsible for any loss or damage resulting from defects in installation, wiring or equipment. When a dangerous condition is found to exist on the Applicant/Member's premises, the service shall be refused or discontinued without notice, provided that JPEC notifies the Applicant/Member immediately of the reasons for the refusal or discontinuance and the corrective action to be taken by the Applicant/Member before service can be connected or restored.

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

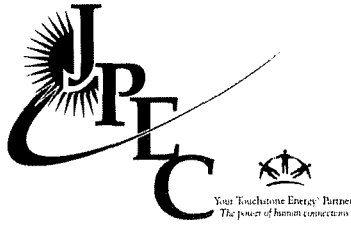
ISSUED BY G. Kelly Nuckols
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED

000148



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 95

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RULES AND REGULATIONS

(26) FRANCHISE FEE

The franchise fee of any local governmental unit shall be assessed only against Members located within the boundaries of the franchising unit of government and shall be listed as a separate item on the bill of the consumers located within the franchised area with a designation on the bill of the amount of the franchise fee and the unit of government to which the fee is payable.

N
N
N
N

(27) INSPECTIONS

JPEC shall not connect a new or modified electric service until the required certificate of approval has been issued by a certified electrical inspector, as required by local and/or state laws.

N
N

(28) PROTECTION OF JPEC EQUIPMENT

The Member shall protect the equipment of JPEC on his/her premises and shall not interfere with or alter or permit interference with or alteration of JPEC's meter or other property except by duly authorized representatives of JPEC. For any loss or damage to the property of JPEC due to or caused by or arising from carelessness, neglect, vandalism or misuses by the Member or other unauthorized persons, the cost of the necessary replacement and repairs shall be paid by the Member. After proper negotiations with JPEC and if unable to reach an agreement, a court of law having jurisdiction over the parties shall determine the cost.

N
N
N
N
N
N

(29) RELOCATION OF LINES

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

- A. The relocation is made for the convenience of JPEC.
- B. The relocation will result in a substantial improvement in JPEC's facilities.
- C. The relocation is associated with other regularly scheduled conversion or construction work and can be completed at the same time.

N
N
N
N
N
N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

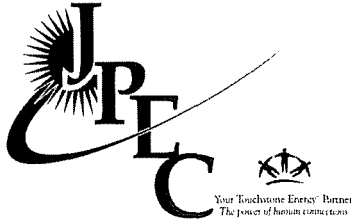
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000149



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 96

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RULES AND REGULATIONS

(30) VOLTAGE FLUCTUATIONS CAUSED BY THE MEMBER

Electric service must not be used in such a manner as to cause unusual fluctuations or disturbances to JPEC's distribution system. JPEC may require the Member, at his/her own expense, to install suitable apparatus which will reasonably limit such fluctuations or disturbances.

(31) REFUSAL OR TERMINATION OF SERVICE

JPEC may refuse or terminate service to a Member under the following conditions, except as provided in 807 KAR 5:006:

- A. For noncompliance with JPEC's tariffed rules or Kentucky Public Service Commission regulations. JPEC may terminate service for failure to comply with applicable tariffed rules or Kentucky Public Service Commission regulations pertaining to that service. However, JPEC shall not terminate or refuse service to any Member for noncompliance with its tariffed rules or commission regulations without first having made a reasonable effort to obtain Member compliance. After such effort by JPEC, service may be terminated or refused only after the Member has been given at least ten (10) days written termination notice pursuant to 807 KAR 5:006.
- B. For dangerous conditions. If a dangerous condition relating to JPEC's service which could subject any person to imminent harm or result in substantial damage to the property of JPEC or others is found to exist on the Member's premises, the service shall be refused or terminated without advance notice. JPEC shall notify the Member immediately in writing and, if possible, orally of the reasons for the termination or refusal. Such notice shall be recorded by JPEC and shall include the corrective action to be taken by the Member or JPEC before service can be restored or provided.
- C. For refusal of access. When a Member refuses or neglects to provide reasonable access to the premises for installation, operation, meter reading, maintenance or removal of JPEC property, JPEC may terminate or refuse service. Such action shall be taken only when corrective action negotiated between JPEC and the Member has failed to resolve the situation and after the Member has been given at least ten (10) days written notice of termination pursuant to 807 KAR 5:006.

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

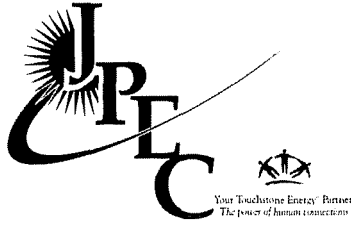
ISSUED BY
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000150



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 98

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RULES AND REGULATIONS

- G. For illegal use or theft of service. JPEC may terminate service to a Member without advance notice if it has evidence that the Member has obtained unauthorized service by illegal use or theft or if the meter or other equipment belonging to JPEC is tampered or interfered with. Within twenty-four (24) hours after such termination, JPEC shall send written notification to the Member of the reasons for termination or refusal of service upon which JPEC relies and of the Member's right to challenge the termination by filing a formal complaint with the Kentucky Public Service Commission. This right of termination is separate from and in addition to any other legal remedies which JPEC may pursue for illegal use or theft of service. JPEC shall not be required to restore service until the Member has complied with all tariffed rules of JPEC and laws and regulations of the Kentucky Public Service Commission. The Member supplied shall pay the amount JPEC estimates is due for service rendered but not registered on JPEC's meter and for such repairs and replacements as are necessary. In disconnecting the illegal service, actual cost to disconnect will be charged if it is required to be disconnected at the transformer. This actual cost, including overheads and transportation, shall be determined based on wages, as determined by collective bargaining agreement, at the time of the disconnect at the transformer.
- H. Collection Fee. Should a collection agent be dispatched by JPEC, a collection fee in accordance with the non-recurring tariff as approved by JPEC's Board of Directors and the Kentucky Public Service Commission shall be added to the Member's bill to defray the cost of the collection agent and mileage to effect such collection. This charge is to be made regardless whether the agent collects the amount due or disconnects the service.

(32) TEMPORARY SERVICE

A Member requesting temporary service may be required to pay all cost of constructing, removing, connecting and disconnecting service. Facilities that are temporary in nature such as for construction contractors, sawmills, carnivals, fairs, camp meetings, etc., will be provided to Members making application for same, provided they pay an advance fee equal to the reasonable cost of constructing and removing such facilities along with a deposit (amount to be determined by JPEC), for estimated consumption. Upon termination of temporary service, the payment made on estimated consumption will be adjusted to actual consumption and either a refund or additional billing will be issued to such temporary Member.

DATE OF ISSUE December 15, 2007
 Month / Date / Year

DATE EFFECTIVE February 1, 2008
 Month / Date / Year

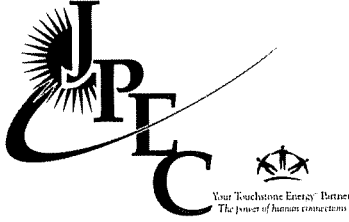
ISSUED BY *G. Kelly Nuckols*
 G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000152



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 99

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RULES AND REGULATIONS

(33) NEW SERVICE TO BARNES, CAMPS, PUMPS AND MISCELLANEOUS SERVICES NOT CONSIDERED PERMANENT PREMISES N
N

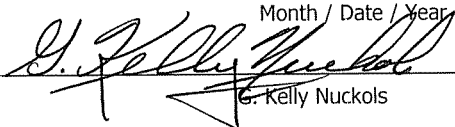
- A. This rule shall apply to services where the amount of consumption and/or the permanency of service cannot be reasonably assured as determined by JPEC. N
N
- B. All wiring shall be in accordance with JPEC's Rules and Regulations and the most recent edition of NFPA 70, National Electrical Code. N
N
- C. A contribution-in-aid of construction shall be required from the Applicant/Member for all facilities installed to provide service under this section . Aid of construction payment shall be estimated and received by JPEC before construction is begun. When construction is completed, the Member shall be billed for the actual cost of construction and credit for advance payment shall be given. N
N
N
- D. The Member requesting service may clear right-of-way, to JPEC specifications, inspection(s) and approval, for initial installation in order to reduce cost. N
N

(34) DISTRIBUTION LINE EXTENSIONS N

- A. A single phase extension to a permanent premises of one thousand (1,000) feet or less shall be made by JPEC to its existing distribution line without charge for a prospective Member who shall apply for and agree to use the service for one year or more and provides guarantee for such service. The "service drop" to the structure from the distribution line at the last power pole shall not be included in the foregoing measurements. This distribution line extension shall be limited to service where the installed transformer capacity does not exceed 25 kVA. Any extensions to a Member who may require polyphase service or whose installed transformer capacity will exceed 25 kVA will be required to pay in advance additional cost of construction which exceeds that for a single phase line where the installed transformer capacity does not exceed 25 kVA. N
N
N
N
N
N
N
N
- B. Other Extensions: N
 - 1. When an extension of JPEC's line to serve a Member or a group of Members amounts to more than one thousand (1,000) feet per Member, the total cost of excessive footage over one thousand (1,000) feet per Member shall be deposited by the Member or Members based on the estimated cost of the total extension. When construction is completed, the Member shall be billed for the actual cost of construction based on the N
N
N
N

DATE OF ISSUE December 15, 2007
 Month / Date / Year

DATE EFFECTIVE February 1, 2008
 Month / Date / Year

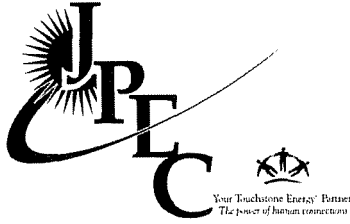
ISSUED BY 
 G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

000153

IN CASE NO. 2007-00116 DATED _____



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
Community, Town or City
 P.S.C. KY NO. 2
SHEET NO. 100
 CANCELLING P.S.C. KY NO. Original
SHEET NO.

RULES AND REGULATIONS

- average cost per foot of the total extension, and credit for advance payment shall be given.
2. Each Member receiving service under such extension will be reimbursed under the following plan:
- Each year for a period of ten (10) years, which for purpose of this rule shall be the refund period, JPEC shall refund to the Member or Members who paid for the excess footage the cost of one thousand (1,000) feet of the extension in place for each additional Member connected during the year whose service line is directly connected to the extension installed and not to extensions or laterals therefrom, but in no case shall the total amount refunded exceed the amount paid JPEC. No refund shall be made after the refund period ends. For additional Members connected to an extension or lateral from the distribution line, JPEC shall refund to any Member who paid for excessive footage the cost of one thousand (1,000) feet of line less the length of the lateral or extension. No refund shall be made to any Member who did not make the advance originally.
- C. An applicant desiring an extension to a proposed real estate subdivision may be required to pay the entire cost of extension. Each year for a period of ten (10) years, JPEC shall refund to applicant who paid for the extension, a sum equivalent to the cost of one thousand (1,000) feet of the extension installed for each additional Member connected during the year, but in no case shall the total amount refunded exceed the amount paid to JPEC. After the end of the refund period, no refund will be required.
- D. The applicant or applicants may elect to clear the right-of-way, to JPEC specifications, inspections and approval, to reduce the cost of the extension.
- E. The applicant or applicants shall grant the necessary easement for JPEC to construct lines off the original line extension to all adjacent property in order to receive a refund on the original deposit.

(35) DISTRIBUTION LINE EXTENSION TO MOBILE HOMES

JPEC will extend service to an individual mobile home under the following terms and conditions.

- A. The Member shall enter into a standard agreement (as determined by Section 3 through 5 below) with JPEC. Members shall agree to abide by the Bylaws as adopted and approved by JPEC's

DATE OF ISSUE December 15, 2007
 Month / Date / Year

DATE EFFECTIVE February 1, 2008
 Month / Date / Year

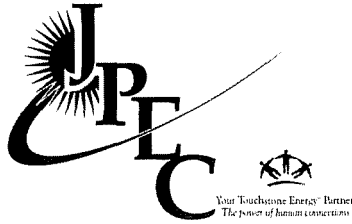
ISSUED BY *G. Kelly Nuckols*
 G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000154



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 102

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RULES AND REGULATIONS

- G. All mobile homes not on a foundation and/or not connected to sanitary sewer, septic system or disposal field shall be considered in a readily removable condition and will be considered as a temporary service.
- H. Mobile homes which are located in an established Mobile Home park or placed on a permanent foundation, with the transport equipment removed (axel(s) and tongue), and connected to a sanitary sewer system, septic tank or disposal field as required by the Commonwealth of Kentucky, shall be considered as a permanent home.

(36) EXTENSION OF UNDERGROUND SERVICE AND PRIMARY

JPEC will extend underground electric distribution systems for all new Members and subdivisions in accordance with Kentucky Public Service Commission Regulation 807 KAR 5:041, Section 21 and the following conditions and terms:

- A. Right of Way and Easements. Applicant/Member shall furnish suitable right of way and easements for JPEC's underground facilities. Applicant/Member shall perform such services as necessary to facilitate construction and accessibility by JPEC to area, including approximation of final grade.
- B. Land Rights. Suitable land rights shall be granted to JPEC, obligating the applicant and any subsequent property owners to provide continuing access to JPEC for the operations, maintenance and/or replacement of its facilities and to prevent any encroachments upon JPEC's easement or any substantial change in grade or elevation.
- C. Contractual Agreements. Individual contractual agreements may be required with respect to individual service applications, including but not limited to subdivisions, commercial or business services or unusual cases.
- D. Underground Cost Differential Charge. Applicants/Members shall not be required to pay a non-refundable "cost differential charge" for underground services when the terms and conditions specified below are met.
- E. Primary Extensions. Applicant/Member shall install a suitable conduit system for the installation by JPEC of its primary cables. The conduit system may include:
 - 1. Electric grade conduit as specified by JPEC.

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

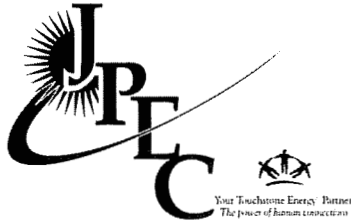
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000156



Jackson Purchase Energy Corp.
FOR Entire Territory Served
Community, Town or City

P.S.C. KY NO. 2

SHEET NO. 104

CANCELLING P.S.C. KY NO. Original

SHEET NO. _____

RULES AND REGULATIONS

overhead to underground shall be borne by the Member as a non-refundable contribution-in-aid of construction prior to the beginning of such conversion. JPEC shall provide an estimate to the Member of the expected cost. The cost shall include:

- 1. Labor, materials and applicable overhead for the new underground installation.
- 2. Labor and applicable overhead for the removal of the existing overhead facilities.
- 3. Less the value of any reusable materials removed.

The total cost of the conversion shall be deposited by the Member based on the estimated cost of the total conversion. When construction is completed, the Member shall be billed for the actual cost of construction based on the average cost per foot of the total conversion, and credit for advance payment shall be given.

All other terms and conditions specifically set forth in Section 36 and any other terms and conditions within these Rules and Regulations shall apply.

(37) CONNECTION OR RECONNECTION OF SERVICE

JPEC shall charge a fee in accordance with the non-recurring tariff as approved by JPEC's Board of Directors and Kentucky Public Service Commission to cover costs for a Member to connect or reconnect service during regularly scheduled hours. This charge offsets time spent by JPEC in dispatching personnel to the meter location. If a Member requests to be connected or reconnected at a time outside regularly scheduled hours, an after hours fee in accordance with the non-recurring tariff as approved by JPEC's Board of Directors and Kentucky Public Service Commission shall be made. The after hour charge shall be in lieu of the regular scheduled fee.

Should a service disconnected for non-payment require reconnection at the transformer, the Member may be levied actual JPEC incurred costs including overhead charges.

(38) RETURNED CHECKS

Checks returned to JPEC by the bank which are marked "insufficient funds," "no account," etc. will not be regarded as a payment. Postdated checks will not be accepted by JPEC as a payment of any account.

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

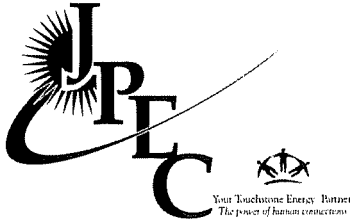
ISSUED BY *G. Kelly Nuckols*
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000158



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
 Community, Town or City
 P.S.C. KY NO. 2
 SHEET NO. 105
 CANCELLING P.S.C. KY NO. Original
 SHEET NO. _____

RULES AND REGULATIONS

Upon receiving a returned check from the bank, a letter shall be prepared and mailed to the Member stating that such check has been returned to JPEC, and that the account is still due and payable in addition to a returned check charge fee, billed in accordance with the non-recurring tariff as approved by JPEC's Board of Directors and the Kentucky Public Service Commission, for handling the returned check. If reimbursement is made by the Member for such check prior to the delinquent date, then the net charge will prevail. However, if reimbursement by the Member to JPEC is made following the delinquent date, the gross charges shall apply.

In the event a collection agent is dispatched to effect collection of such returned check, then the same charges and procedures listed under Section 31, REFUSAL OR TERMINATION OF SERVICE, shall apply.

(39) MONITORING OF MEMBER USAGE

JPEC will monitor the usage of each Member according to the following procedure:

- A. JPEC will monitor the consumption of its Members each month.
- B. If the current month's consumption is approximately the same or if any difference is known to unique circumstance, such as unusual weather conditions common to all Members, or if the Member's previous month's consumption has been estimated, no further review will be done.
- C. If the monthly consumption differs by two hundred percent (200%) higher or fifty percent (50%) lower than the previous month's consumption and cannot be attributed to a readily identified common cause, JPEC will compare the Member's consumption records for the twelve (12) month period with the same months of the preceding year.
- D. If the cause for the deviation in consumption cannot be determined from analysis of the Member's meter reading and billing records, JPEC will contact the Member to determine whether there have been changes such as different number of household members, additional and different appliances, any problems with the heating or cooling unit(s) or other reasons for the deviation in consumption.
- E. Where the deviation is not otherwise explained, JPEC will test the Member's meter to determine whether it shows an average error greater than two percent (2%) fast or slow.
- F. JPEC will notify the Member of the investigation, its findings, and any refunds or back billing in accordance with 807 KAR 5:006, Section 10 (4) and (5).

DATE OF ISSUE December 15, 2007
 Month / Date / Year

DATE EFFECTIVE February 1, 2008
 Month / Date / Year

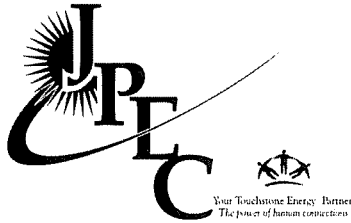
ISSUED BY *G. Kelly Nuckols*
 G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000159



Jackson Purchase Energy Corp.
 FOR Entire Territory Served
Community, Town or City
 P.S.C. KY NO. 2
SHEET NO. 106
 CANCELLING P.S.C. KY NO. Original
SHEET NO.

RULES AND REGULATIONS

G. In addition to the monthly monitoring, JPEC will immediately investigate deviations in consumption brought to its attention as a result of its on-going meter reading or billing process or Member inquiry. N
N
N

(40) JOINT USE AND ATTACHMENTS N

Occasionally, it becomes necessary or advantageous for JPEC and other entities to occupy the same pole line. Where it is more advantageous to build jointly, an agreement shall be prepared and executed by the parties involved fixing the rental payments, terms and conditions of the joint facilities. N
N
N


No Member's or third party's equipment shall be permitted on JPEC's poles except the authorized joint-use attachments as referenced above. N
N

(41) COMPLAINTS N

Upon complaint to JPEC by a Member either at its office or in writing, JPEC shall make a prompt and complete investigation and advise the complainant thereof. JPEC shall keep a record of all such complaints concerning its service which shall show the name and address of the complainant, the date and the nature of the complaint and the adjustment or disposition thereof. N
N
N
N

DATE OF ISSUE December 15, 2007
Month / Date / Year

DATE EFFECTIVE February 1, 2008
Month / Date / Year

ISSUED BY 
G. Kelly Nuckols

TITLE President & CEO

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. 2007-00116 DATED _____

000160

Exhibit E

**Present and Proposed Tariffs
In Comparative Form**

EXISTING AND PROPOSED RATES
JPEC
Cost of Service Study for the Twelve Months Ended December 31, 2006

RESIDENTIAL

Line	Description	Amount
1	Number of Customers	25,461
2	KWH Sales	379,714,788

Line	Description	Cost Based	
		Existing Rates	Proposed Rates
3	Facility Charge	\$7.00	\$26.77
4	Energy Charge	\$0.05729	\$0.04947
5	Revenue	\$24,247,477	\$26,489,557
6	Increase		\$2,242,079
7	Percent Increase		11.19%

EXISTING AND PROPOSED RATES

JPEC

Cost of Service Study for the Twelve Months Ended December 31, 2006

SMALL COMMERCIAL SINGLE PHASE

Line	Description	Amount
1	Number of Customers	2,021
2	KWH Sales	25,347,920

Line	Description	Cost Based	
		Existing Rates	Proposed Rates
3	Facility Charge	\$7.00	\$26.51
4	Energy Charge	\$0.05883	\$0.05015
5	Revenue	\$1,688,015	\$1,914,180
6	Increase		\$226,165
7	Percent Increase		13.40%
			\$1,855,915
			\$167,900
			9.95%

EXISTING AND PROPOSED RATES
JPEC
Cost of Service Study for the Twelve Months Ended December 31, 2006
SMALL COMMERCIAL THREE PHASE

Line	Description	Amount
1	Number of Customers	178
2	KWH Sales	4,860,579

Line	Description	Cost Based	
		Existing Rates	Proposed Rates
3	Facility Charge	\$15.00	\$28.52
4	Energy Charge	\$0.05583	\$0.05142
5	Revenue	\$309,099	\$310,830
6	Increase		\$1,731
7	Percent Increase		0.56%
			\$329,111
			\$20,011
			6.47%

EXISTING AND PROPOSED RATES

JPEC

Cost of Service Study for the Twelve Months Ended December 31, 2006

LARGE COMMERCIAL - EXISTING

Line	Description	Amount
1	Number of Customers	2
2	KWH Sales	40,619,100
3	Average Billing Demand	8,541

Line	Description	Cost Based	
		Existing Rates	Proposed Rates
4	Service Charge		\$2,687.70
5	Energy Charge	\$0.01545	\$0.01986
6	Demand Charge		\$9.61
	First 3,000 KW	\$10.48	\$11.50
	Remaining KW	\$10.48	\$11.50
7	Revenue	\$1,725,798	\$1,890,622
8	Increase	\$130,547	\$164,825
9	Percent Increase	7.56%	9.55%

EXISTING AND PROPOSED RATES

JPEC

Cost of Service Study for the Twelve Months Ended December 31, 2006

COMMERCIAL AND INDUSTRIAL (LESS THAN 3,000 KW)

Line	Description	Amount
1	Number of Customers	734
2	KWH Sales	178,774,164
3	Billing Demand	56,724

Line	Description	Cost Based	
		Existing Rates	Proposed Rates
4	Facility Charge	\$25.00	\$81.27
5	Energy Charge		\$0.02069
6	First 200 KWH/KW	\$0.03757	\$0.03422
7	Next 200 KWH/KW	\$0.03027	\$0.02692
8	Next 200 KWH/KW	\$0.02657	\$0.02321
9	Over 600 KWH/KW	\$0.02297	\$0.01961
10	Demand Charge	\$4.95	\$6.50
11	Revenue	\$9,354,175	\$10,224,603
12	Increase	\$321,377	\$870,428
13	Percent Increase		3.44%

EXISTING AND PROPOSED RATES
JPEC
Cost of Service Study for the Twelve Months Ended December 31, 2006
OUTDOOR LIGHTING

Line	Description	Amount	Cost Based	
			Existing Rates	Proposed Rates
1	Number of Lights	9,354		
2	KWH Sales	9,179,517		
3	Street Lights			\$9.18
4	175 MV Street Light		By Contract	\$7.53
5	400 MV Street Light		By Contract	\$11.22
6	100 W HPS Street Light		By Contract	\$7.53
7	Energy		\$0.03377	
8	Security Lights			\$9.18
9	175 W MV		\$6.73	\$7.53
10	100 W HPS		\$6.73	\$7.53
11	250 W HPS Flood		\$9.43	\$10.56
12	250 W HPS		\$8.93	\$10.00
13	175 W Metal Halide		\$11.32	\$12.67
14	400 W Metal Halide		\$15.91	\$17.82
15	400 W MV		\$10.02	\$11.22
16	1000 W Metal Halide		\$22.36	\$25.04

EXISTING AND PROPOSED RATES
JPEC
Cost of Service Study for the Twelve Months Ended December 31, 2006

OUTDOOR LIGHTING

Line	Description	Cost Based	
		Existing Rates	Proposed Rates
17	Revenue	\$870,799	\$1,030,557
18	Increase		\$159,758
19	Percent Change		18.35%
			\$959,339
			\$88,540
			10.17%



Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____

RULES AND REGULATIONS

This section has been replaced with New Section 1 in the proposed Rules and Regulations as follows:

(1) SCOPE

This schedule of Rules and Regulations is hereby made a part of all agreements and contracts for electric service received from Jackson Purchase Energy Corporation, hereinafter referred to as JPEC, and applies to all service received, whether such service is based upon a contract, agreement, signed application or otherwise. No employee or director of JPEC is permitted to make an exception to rates and rules. Regulations are on file at the JPEC office, can be inspected at the JPEC office, or on the JPEC website (www.jpenergy.com). All Rules and Regulations shall be in effect so long as they do not conflict with Kentucky Public Service Commission Rules and Regulations.

I.A. Service Definitions

For the purpose of extension of facilities, services shall be classified as:

1. PERMANENT SERVICE - Normal Extension - 1,000 feet or less (D)
2. PERMANENT SERVICE - Other - Beyond 1,000 feet (D)
3. MOBILE HOME SERVICE (D)
4. UNDERGROUND SERVICE (D)
5. INDETERMINATE SERVICE (D)
6. TEMPORARY SERVICE (D)
7. TRANSMISSION SERVICE (D)

"PERMANENT SERVICE" whether it be a NORMAL extension of 1,000 feet or less, or OTHER extension beyond 1,000 feet, is construed to mean overhead service to domestic, commercial, farm and residential consumers when the use of service, both as to the amount and permanency, can be reasonably assured.

"MOBILE HOME SERVICE" includes overhead service to the house trailers, mobile home trailers, double wide trailers or any other type of facility designed for living quarters that are either on wheels or will accommodate wheels for transportation upon roads and highways. A modular home can be considered a permanent dwelling unless there is a mobile home emblem affixed to the unit.

"UNDERGROUND SERVICE" is construed to mean any portion of the service facilities that is placed under the surface of the ground or any other source and includes pad mount transformers, meter pedestals and all other equipment designed for use with underground conductors.

"INDETERMINATE SERVICE" includes service to mines, quarries, oil wells, industrial and commercial enterprises of speculative purposes, seasonal use of any type, real estate subdivisions, development of property for sale enterprises where the applicant will not be the user of service, where there is little or no demand for service, seasonal cabins, and to barns,

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____

RULES AND REGULATIONS

This section has been replaced with New Section 1 in the proposed Rules and Regulations as follows:

(1) SCOPE

This schedule of Rules and Regulations is hereby made a part of all agreements and contracts for electric service received from Jackson Purchase Energy Corporation, hereinafter referred to as JPEC, and applies to all service received, whether such service is based upon a contract, agreement, signed application or otherwise. No employee or director of JPEC is permitted to make an exception to rates and rules. Regulations are on file at the JPEC office, can be inspected at the JPEC office, or on the JPEC website (www.jpenergy.com). All Rules and Regulations shall be in effect so long as they do not conflict with Kentucky Public Service Commission Rules and Regulations.

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

I.A. Service Definitions

wells, and other service where the amount and permanency of service cannot be reasonably assured. (D)
(D)
(D)
"TEMPORARY SERVICE" includes service to circuses, bazaars, fairs, concessions and similar enterprises, construction works, etc. of a temporary nature and to ventures of such speculative character that their permanency is questionable, such as coal and metal mining, or oil and gas production operations during the preliminary or development period, or any service required for less than eighteen (18) months except heavy construction projects such as dams or tunnels, etc. which may require service for a known period longer than eighteen (18) months. (D)
(D)
(D)
"TRANSMISSION SERVICE" is construed to mean any service requiring extension of facilities with a voltage rating in excess of 12,500 volts. (D)
(D)

The Service Definitions section has been eliminated from the proposed Rules and Regulations since definitions are provided where applicable.

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____



Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City
FOR _____
P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____

RULES AND REGULATIONS

This section has been replaced with New Section 2 in the proposed Rules and Regulations as follows:

- (2) REVISIONS (N)
- These Rules and Regulations may be revised, amended, supplemented or otherwise changed from time to time after approval by JPEC's Board of Directors and the Kentucky Public Service Commission. Such changes, when effective, shall have the same force as the present Rules and Regulations. (N)

Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City
FOR _____
P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

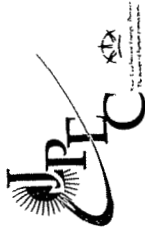
I.B. Extension to Permanent Service - Normal

- (D) Jackson Purchase ECC will extend overhead service to any permanent service up to 1,000 feet under the applicable rate schedule without any contribution in aid of construction (D)
- (D) provided that: (D)
- (D) 1. The applicant will enter into a standard one year contract with the Cooperative, agreeing to abide by the Bylaws and Rules and Regulations adopted by the Cooperative and pay the Cooperative a membership fee as stated in the Bylaws which is refundable to the applicant upon termination of service when billings are paid in full. The Cooperative reserves the right to apply the membership fee on any unpaid bill for electric energy. (D)
- (D) 2. The applicant will guarantee the Cooperative a minimum monthly bill as specified in the applicable rate schedule. (D)

The information pertaining to Section I.B. in the existing Rules and Regulations has been revised and is now included in Section 34 of the proposed Rules and Regulations.

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____



FOR Jackson Purchase Energy Corp.
Entire Territory Served _____
Community, Town or City _____

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____

RULES AND REGULATIONS

This section has been replaced with New Section 3 in the proposed Rules and Regulations as follows:

- (3) SUPERSEDE PREVIOUS RULES AND REGULATIONS (N)
- These Rules and Regulations supersede all previous Rules and Regulations under which JPEC has supplied electric service. (N)

FOR Jackson Purchase Energy Corp.
Entire Territory Served _____
Community, Town or City _____

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

I.C. Extension to Permanent Service - Other

Jackson Purchase ECC will extend overhead service to any permanent service of over 1,000 feet under the applicable rate schedule provided:

1. The applicant will enter into a standard five (5) year contract with the Cooperative, agreeing to abide by the Bylaws and Rules and Regulations adopted by the Cooperative and pay to the Cooperative a membership fee as stated in the Bylaws which is refundable to the applicant upon termination of service when all billings are paid in full. The Cooperative reserves the right to apply the membership fee on any unpaid bill for electric energy. (D)
2. The applicant will guarantee the Cooperative a minimum monthly bill as specified in the applicable rate schedules. (D)
3. When an extension of the utility's line to serve and applicant or group of applicants amounts to more than 1,000 feet per customer, the utility may if not inconsistent with its filed tariff require the total cost of the excessive footage over the 1,000 feet per customer to be deposited with the utility by the applicant or applicants, based on the average estimated cost per foot of the total extension. (D)

Each customer receiving service under such extension will be reimbursed under the following plan:

Each year for a period of not less than ten (10) years, which for the purpose of this rule shall be the refund period, the utility shall refund to the customer or customers who paid for the excessive footage the cost of 1,000 feet of the extension in place for each additional customer connected during the year whose service line is directly connected to the extension installed and not to extensions or laterals there from, but in no case shall the total amount refunded exceed the amount paid the utility. After the end of the refund period, no refund will be required to be made. (D)

The information pertaining to Section I.C. in the existing Rules and Regulations has been revised and is now included in Section 34 of the proposed Rules and Regulations.

DATE OF ISSUE _____ Month / Date / Year

DATE EFFECTIVE _____ Month / Date / Year

ISSUED BY _____ (Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____



Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City _____
P.S.C. KY NO. _____
SHEET NO. _____
CANCELLING P.S.C. KY NO. _____
SHEET NO. _____

RULES AND REGULATIONS

This section has been replaced with New Section 4 in the proposed Rules and Regulations as follows:

- (4) SERVICE AREA _____ (N)
- JPEC furnishes electric power and energy in portions of Ballard, Carlisle, Graves, Livingston, Marshall and McCracken Counties. (N)

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City _____
P.S.C. KY NO. _____
SHEET NO. _____
CANCELLING P.S.C. KY NO. _____
SHEET NO. _____



RULES AND REGULATIONS

I.D. Extension to Mobile Home Service

The Cooperative will extend overhead service to this type of customer upon the following terms and conditions: (D)

1. The applicant will enter into a standard contract with the Cooperative, agreeing to abide by the Bylaws and Rules and Regulations adopted by the Cooperative and pay to the Cooperative a membership fee as stated in the Bylaws which is refundable to the applicant upon termination of service when all billings are paid in full. The Cooperative reserves the right to apply the membership fee on any unpaid bill for electric energy. (D)
2. The applicant will guarantee a monthly minimum bill as specified in the applicable rate schedule. (D)
3. A contribution in aid of construction fee of twenty-five (\$25.00) dollars will be charged for extending service to an individual trailer when Jackson Purchase ECC provides the service termination pole (meter pole). Where more than one trailer per pole can be connected, this fee shall not apply. This assessment is in addition to the membership fee listed above and customer advance for construction listed below and shall be payable at the time of making application for service. The pole thus furnished shall remain the property of the Cooperative. In the event the member furnishes a pole which meets the specifications of the Cooperative, the above contribution in aid of construction will not be charged. (D)
4. There will be no customer advance for construction for zero (0) to one hundred fifty (150) feet of extension from the nearest facility and a one year contract will be applicable. (D)
5. For extensions greater than 150 feet and up to 300 feet, the customer shall pay the Cooperative a \$50.00 "customer advance for construction". This advance shall be refunded at the end of the one (1) year if the service to the mobile home continued for that length of time. If termination of service occurs before one year, the customer shall forfeit the advance to the Cooperative. A one year contract for service shall be applicable. (D)
6. For extensions greater than 300 feet and less than 1,000 feet from the nearest facility, a (D)

000172

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
FOR _____ Entire Territory Served
Community, Town or City

P.S.C. KY NO. _____

SHEET NO. _____

CANCELLING P.S.C. KY NO. _____

SHEET NO. _____



RULES AND REGULATIONS

I.D. Extension to Mobile Home Service

- (b) contract for service will be required and the utility may charge an advance equal to the reasonable costs incurred by it for that portion of the service beyond 300 feet (cost of transformer, meter and last span of service drop not included in total cost) plus fifty dollars (\$50.00). (D)
- (b) This advance shall be refunded to the customer over a four (4) year period in equal amounts for each year the service is continued. (D)
- (b) If the service is discontinued for a period of sixty (60) days, or should the mobile home be removed and another take its place within sixty (60) days, or should it not be replaced by a permanent structure, the remainder of the advance shall be forfeited. (D)
- (c) No refunds shall be made to any customer who did not make the advance originally. (D)
- (d) If any permanent structure replaces the mobile home at any time during the four (4) year period, all advances shall be refunded to the customer when permanent service is installed. (D)
- 7. For extensions greater than 1,000 feet a five (5) year contract for service will be required and the costs stated in Section D-6 hereof shall be payable plus the costs stated in Line Extensions - Other over 1,000 feet. (D)
- 8. Footage in all cases shall be determined by the route the Cooperative must use to reach the service termination. (D)

The information pertaining to Section I.D. in the existing Rules and Regulations has been revised and is now included in Section 35 of the proposed Rules and Regulations. (D)

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City

P.S.C. KY NO. SHEET NO.

CANCELLING P.S.C. KY NO. SHEET NO.



RULES AND REGULATIONS

1.E. Extension to Underground Service

Jackson Purchase ECC will extend underground facilities to areas which physically and economically lend themselves to this type of service under the following terms and conditions which insure adequate service and safety to all persons engaged in the construction, maintenance, operation, or use of underground facilities and to the public in general. The terms and conditions also reflect and protect the rate payers who are served with overhead facilities from subsidizing those who served with higher cost underground facilities and in general requires the reimbursement of the cost difference between overhead and underground facilities necessary to serve a given load requirement.

1. DEFINITIONS:

The following words and terms when used in these rules and regulations shall have the meaning indicated:

- (a) **Applicant:**
The developer, builder or other person, partnership, association, corporation or government the installation of an underground electric distribution system.
- (b) **Building:**
A structure enclosed within exterior walls or fire walls, built, erected and framed of component structural parts and designed for less than five (5) family occupancy.
- (c) **Multiple-Occupancy Building:**
A structure enclosed within exterior walls or fire walls, built, erected and framed of component structural parts and designed to contain five (5) or more individual dwelling units.
- (d) **Plant, Store, Warehouse, Commercial, School, Church, Community Building, Industrial, Etc.:**
A structure (or structures) other than residential occupancy where power is used for

DATE OF ISSUE _____ Month / Date / Year

DATE EFFECTIVE _____ Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

000174

This section has been replaced with New Section 5 in the proposed Rules and Regulations as follows:

- (5) **AVAILABILITY**
Available to all Members and non-Members of JPEC as specified in the tariff sheets and classifications of service.

(N)
(N)
(N)
(N)

RULES AND REGULATIONS

Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City

P.S.C. KY NO. SHEET NO.

CANCELLING P.S.C. KY NO. SHEET NO.



DATE OF ISSUE _____ Month / Date / Year

DATE EFFECTIVE _____ Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
 Entire Territory Served
 FOR _____
 Community, Town or City

P.S.C. KY NO. _____
 SHEET NO. _____

CANCELLING P.S.C. KY NO. _____
 SHEET NO. _____



RULES AND REGULATIONS

- 1.E. Extension to Underground Service _____ (D)
- any type of service classification other than residential. _____ (D)
- (e) Distribution System: _____ (D)
 Electric service facilities consisting of primary and secondary conductors, _____ (D)
 transformers, and necessary accessories and appurtenances for the furnishing of _____ (D)
 electric power at utilization voltage. _____ (D)
- (f) Subdivisions: _____ (D)
 The tract of land which is divided into ten (10) or more lots for the construction of _____ (D)
 new residential buildings, or the land on which is constructed two (2) or more new _____ (D)
 multiple occupancy buildings. _____ (D)
- (g) Individual Service: _____ (D)
 Any service resulting in only one metering point and regardless of use or _____ (D)
 classification of service. _____ (D)
- (h) Trenching and Backfilling: _____ (D)
 Opening and preparing the ditch for the installation of conductors including placing _____ (D)
 of raceways under roadways, driveways, or paved areas; providing a sand bedding _____ (D)
 below and above conductors backfill of trench to ground level. _____ (D)
2. RIGHT-OF-WAY & EASEMENTS: _____ (D)
- (a) The Cooperative shall construct, own, operate and maintain distribution lines only _____ (D)
 along easements, public streets, roads and highways which are by legal right _____ (D)
 accessible to the utility's equipment and which the utility has the legal right to _____ (D)
 occupy, and on the public lands and private property across which right-of-way and _____ (D)
 easements satisfactory to the Cooperative are provided without cost or _____ (D)
 condemnation by the Cooperative. _____ (D)

DATE OF ISSUE _____
 Month / Date / Year

DATE EFFECTIVE _____
 Month / Date / Year

ISSUED BY _____
 (Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

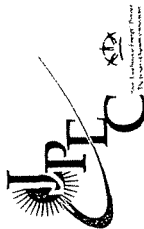
IN CASE NO. _____ DATED _____

000175

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

I.E. Extension to Underground Service

- (b) Right-of-way and easements suitable to the Cooperative for the underground distribution facilities must be furnished by the applicant in reasonable time to meet service requirements. The applicant shall make the area in which the underground distribution facilities are to be located accessible to the Cooperative's equipment, remove all obstructions from such area, stake to show the property lines and final grade, perform rough grading to a reasonable approximation of final grade, and maintain clearing and grading during construction by the Cooperative. Suitable land rights shall be granted to the Cooperative obligating the applicant and subsequent property owners to provide continuing access to the utility for operation, maintenance or replacement of its facilities, and to prevent any encroachment in the utility's easement or substantial changes in grade or elevation thereof. (D)
 - (c) Where not feasible to trench under roads, highways, railroads, lakes, streams, etc., the Cooperative shall have the right to place this portion overhead with the granting of the easements (at no cost to the Cooperative) for such overhead construction. (D)
3. INSTALLATION OF UNDERGROUND DISTRIBUTION SYSTEM:
- (a) Where appropriate contractual arrangements have been made, the Cooperative shall install an underground electric distribution system of sufficient capacity and suitable materials which, in its judgment, will assure that the property owner (s) will receive safe and adequate electric service for the foreseeable future. (D)
 - (b) All single phase conductors installed by the utility shall be underground. Appurtenances such as transformers, pedestal-mounted terminals, switching equipment and meter cabinets may be placed above ground. (D)
 - (c) Multi-phase primary mains or feeders required within a subdivision to supply local distribution or to serve individual multi-phase loads may be overhead unless underground is required by governmental authority or chosen by the applicant, in (D)

DATE OF ISSUE _____ Month / Date / Year

DATE EFFECTIVE _____ Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____
SHEET NO. _____

CANCELLING P.S.C. KY NO. _____
SHEET NO. _____



RULES AND REGULATIONS

- (D) I.E. Extension to Underground Service
- (D) either of which cause the differential cost of underground shall be borne by the applicant.
- (D) (d) If the applicant has complied with the requirements herein and has given the Cooperative not less than 120 days written notice prior to the anticipated date of completion (i.e., ready for occupancy of the first building in the subdivision), the Cooperative shall complete the installation thirty (30) days prior to the estimated completion date. (Subject to weather and ground conditions and availability of materials and barring extraordinary or emergency circumstances beyond the reasonable control of the Cooperative). However, nothing in this policy shall be interpreted to require the service to portions of the subdivision not under active development.
- (D) (e) A non-refundable payment shall be made by the applicant equal to the difference between the cost of providing underground facilities and that of providing overhead facilities. The payment to be made by the applicant shall be determined from total footage of single phase primary, secondary and service conductor to be installed at an average per foot cost differential in accordance with the Average Cost Differential filed herewith as Exhibit "A", which Average Cost Differential shall be updated annually. (Three wire secondary and service conductor runs shall be considered as one conductor, i.e., triplex). The average cost differential per foot, as stated, is representative of construction in soil free of rock, shale or other impairments which increase cost of construction. Where rock, shale or other impairments are anticipated or encountered in construction, the actual increased cost of trenching and backfilling shall be borne by the applicant.
- (D) (f) The applicant may be required to deposit the entire estimated cost of the extension. If this is done, the amount deposited in excess of the normal charge for the underground extensions, as provided in paragraph "d" above, shall be refunded to the applicant over a ten (10) year period as provided by the Public Service

000177

DATE OF ISSUE _____ Month / Date / Year

DATE EFFECTIVE _____ Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

- I.E. Extension to Underground Service
 - (D) Commission.
 - (D) (g) The applicant may be required to perform all necessary trenching and backfilling in accordance with the Cooperative's specifications. The Cooperative shall then credit the applicant's cost in an amount equal to the Cooperative's normal cost for trenching and backfilling.
 - (D) (h) The Cooperative shall furnish, install and maintain the service lateral to the applicant's meter base (which normally will be at the corner of the building nearest the point to be served) except that the applicant shall furnish and install proper size conduit from the meter base to eighteen (18) inches below ground level.
 - (D) (i) Plans for the location of all facilities to be installed shall be approved by the Cooperative and the applicant prior to construction. Alterations in plans by the applicant will require additional cost of installation or construction shall be at the sole expense of the applicant.
 - (D) (j) The Cooperative shall not be obligated to install any facility until satisfactory arrangements for the payment of charges have been completed by the applicant.
 - (D) (k) The charges specified in these rules are based on the promise that each applicant will cooperate with the utility in an effort to keep the cost of construction and installation of the underground electric distribution system as low as possible and make satisfactory arrangements for the payment of the above charges prior to the installation of the facilities.
 - (D) (l) All electric facilities shall be installed and constructed to comply with rules and regulations of the Public Service Commission, National Electric Safety Code, Jackson Purchase E.C.C. specifications or other rules and regulations which may be applicable.

DATE OF ISSUE _____ Month / Date / Year
 DATE EFFECTIVE _____ Month / Date / Year
 ISSUED BY _____ (Signature of Officer)
 TITLE _____
 BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
 IN CASE NO. _____ DATED _____

000178



Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City

FOR _____

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____

RULES AND REGULATIONS

I.E. Extension to Underground Service

- (m) Service pedestals and method of installation shall be approved by Jackson Purchase Energy Corporation prior to installation. (D)
- (n) The Cooperative shall backfill only once and in the event of further settling or washing, the applicant shall be responsible for all necessary additional backfilling. (D)
- (o) An additional \$10.00 per linear trench foot shall be charged where extremely rocky conditions are encountered, such conditions being defined as limestone or other hard stratified material in a continuous volume of at least one cubic yard or more which can not be removed using ordinary excavation equipment. (D)
- (p) In the event of a grade change which results in the Cooperative reburying or setting deeper any underground facility to maintain safety limits, the entire cost of such reburying or relocation shall be borne by the applicant. (D)
- (q) In unusual circumstances, when the application of these rules appear impracticable or unjust to either party, or discriminatory to other customers, the Cooperative or applicant shall refer the matter to the Public Service Commission for a special ruling or for the approval of special conditions which may be mutually agreed upon, prior to commencing construction. (D)
- (r) Where only secondary conductors are involved, the Cooperative shall install underground conductors as follows: (D)
 - 1. If the Cooperative trenches, backfills and installs the secondary conductor, the applicant shall pay prior to the commencement of such construction. The Average Cost Differential filed herewith as Exhibit "B", which Average Cost Differential shall be updated annually. (D)

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____



Jackson Purchase Energy Corp.
 Entire Territory Served
 Community, Town or City

FOR _____

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____

RULES AND REGULATIONS

I.E. Extension to Underground Service

consumer will be required to pay for the equipment required to avoid ferroresonance, (D)
 such as (1) 3 phase OCR, (2) gang operated air break switch at riser pole, or (3) dummy (D)
 loads. (D)

DATE OF ISSUE _____
 Month / Date / Year

DATE EFFECTIVE _____
 Month / Date / Year

ISSUED BY _____
 (Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

000181

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

I.E. Extension to Underground Service

(D)

EXHIBIT "A"

(D)

AVERAGE UNDERGROUND COST DIFFERENTIAL FOR ALL CONDUCTORS

Calendar Year	URD Footage	URD Cost	URD Cost/Ft.	OH Footage	OH Cost	OH Cost/Ft.
1998	51,205	\$396,529.55	\$7.74	73,703	\$385,769.21	\$5.23

(D)
(D)
(D)
(D)
(D)

(D)
(D)
(D)

Average Cost per Foot for URD: \$7.74
Average Cost per Foot of OH: \$5.23
Average Cost Differential per Foot: \$2.51

The information pertaining to Section I.E. in the existing Rules and Regulations has been revised and is now included in Section 36 of the proposed Rules and Regulations.

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

This section has been replaced with New Section 6 in the proposed Rules and Regulations as follows:

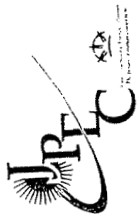
- (6) AVAILABILITY OF SERVICE TO DELINQUENT MEMBERS
- (N)
- (N)
- (N)
- (N)
- (N)

If an application is received by a person residing with a delinquent Member at the premises where power and/or energy was supplied to the delinquent Member, the application will be denied on the grounds that the applicant is applying as the agent of the delinquent Member.

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

i.F. Extension to Indeterminate Service

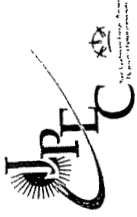
- The Cooperative will extend service to this class of customer upon either of the following terms and conditions:
1. The applicant will enter into a contract with the Cooperative for electric service at the applicable rate schedule and minimum charge. The term of contract by be extended to five (5) years, and the minimum monthly charge will either be based on transformer capacity as stated in the applicable rate schedule or one and one-half (1 1/2) percent of the total construction cost, whichever is greater.
 2. The Cooperative may require an advance deposit as listed below to cover all or a portion of the total cost of facilities used or installed solely for the benefit of the applicant.
 - (a) The cost of construction made necessary by the applicant, which deposit shall be credited to the applicant's account monthly at an amount equal to the minimum monthly charge or fraction thereof according to terms of the contract. Any billing for use exceeding this amount shall be due and payable monthly.
 - (b) Adjustments, taking into consideration the cost of removal and credit for salvage material recovered, may be made with the customer, at the option of the Cooperative, after termination of service.

The information pertaining to Section 1.F. in the existing Rules and Regulations has been revised and is now included in Section 33 of the proposed Rules and Regulations.

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

I.G. Extension to Temporary Service

The Cooperative shall extend service to this class of service upon the following terms and conditions:

- The applicant will enter into a contract with the Cooperative for electric service at the applicable rate schedule, provided that if in the Cooperative's opinion the furnishing of such service will not work an undue hardship upon it or its then existing consumers.
- The applicant will guarantee to the Cooperative and at the option of the Cooperative, the applicant may be required to make payment in advance to cover the following charges:
 - Cost of facilities installed for the sole benefit of the applicant.
 - Cost of removal of said facilities less the value of usable material returned.
 - Estimated energy costs at the applicable rate.

The information pertaining to Section 1.G. in the existing Rules and Regulations has been revised and is now included in Section 32 of the proposed Rules and Regulations.

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

This section has been replaced with New Section 7 in the proposed Rules and Regulations as follows:

(7) APPLICATION FOR ELECTRIC SERVICE

Each prospective Member and/or spouse desiring electric service will be required to complete the "Application for Membership and Electric Service". Where applicable, the prospective Member must sign an agreement or contract pertaining to their particular service. Also, where applicable, the prospective Member must provide JPEC with all necessary electrical permits and fully executed right of way easements for his/her property, and all necessary load information at the time of application for service. The Member may be required to furnish his/her social security number, federal tax identification number, telephone number(s), date of birth, permanent address, place of employment, name of spouse and other information.

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
FOR _____ Entire Territory Served
Community, Town or City _____
P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



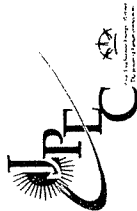
RULES AND REGULATIONS

This section has been replaced with New Section 8 in the proposed Rules and Regulations as follows:

- (8) MEMBERSHIP
- The Membership fee shall be zero dollars (\$0.00). No Member may hold more than one (1) Membership in JPEC. Discontinuance of service will automatically terminate the Membership, and any Membership fee will be applied against any unpaid bills of the Member and/or refunded. No refund of any membership fee will be distributed unless the membership is terminated. Membership fees are not transferable from one Member to another.

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
FOR _____ Entire Territory Served
Community, Town or City _____
P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

I.H. Extension to Transmission Service

Jackson Purchase ECC will extend overhead transmission service (in excess of 12,500 volts) to this type of customer upon the following terms and conditions:

1. The applicant will enter into a suitable contract with the Cooperative agreeing to abide by the Bylaws and Rules and Regulations adopted by the Cooperative that are on file with the Public Service Commission of Kentucky.
2. Become a member of the Cooperative by paying a membership fee as stated in the Bylaws which is refundable to the applicant upon termination of service when all billings are paid in full.
3. Agreeing to a special or applicable rate schedule specifying Demand and Energy Charges, Minimum Billing, Facilities Charge if any, in addition thereto, modification of wholesale power rate, etc., all subject to the approval of REA and PSC of Kentucky.

The Extension to Transmission Service section has been eliminated from the proposed Rules and Regulations since JPEC does not own transmission facilities.

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City _____

P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

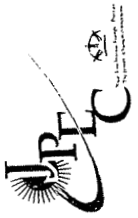
This section has been replaced with New Section 10 in the proposed Rules and Regulations as follows:

(10) EASEMENTS (N)
(N)
(N)
Each Member, together with his/her spouse and all other real estate title owners, shall grant or convey to JPEC, without cost, any permanent easements reasonably required by JPEC to provide electric service to that Member for the installation, maintenance, and operation of JPEC's electrical distribution system, both existing and future, with right of ingress and egress for these purposes over the Member's property, provided such electrical distribution system is located on real estate owned, rented or otherwise controlled by the Member. The failure or refusal to convey easements shall constitute grounds for discontinuing service. (N)

DATE OF ISSUE _____ Month / Date / Year _____
DATE EFFECTIVE _____ Month / Date / Year _____
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City _____

P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

II.B. Joint Use and Attachments (D)
(D)
Occasionally, it becomes necessary or advantageous for the Cooperative and other utilities and telephone lines to be constructed on the same pole line. Where it is more advantageous to build jointly, an agreement shall be prepared and executed by the parties involved fixing the rental payments, terms and conditions of the joint construction. No member's or consumer's equipment shall be permitted on the Cooperative's poles except the service pole serving that particular customer. (D)

The information pertaining to Section 11.B. in the existing Rules and Regulations has been revised and is now included in Section 40 of the proposed Rules and Regulations.

DATE OF ISSUE _____ Month / Date / Year _____
DATE EFFECTIVE _____ Month / Date / Year _____
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____
SHEET NO. _____

CANCELLING P.S.C. KY NO. _____
SHEET NO. _____



RULES AND REGULATIONS

II.C. Delivery Point

The point of delivery of electric energy shall be the connection between facilities furnished by the seller and the facilities furnished and /or installed by the consumer in the following instances:

- Meter Installed on House or Building Overhead Service:
Seller shall attach overhead wires to the structure by suitable means leaving additional wiring (tails) for connection to the meter loop provided and installed by the consumer who shall also allow sufficient wiring (tails) beyond the top or weatherhead for connection. The seller shall provide suitable connectors for connecting the two facilities thus supplied and this connection shall constitute the point of delivery. The seller shall, however, provide the meter and meter base and which base shall be installed by the consumer as a part of the entrance equipment.
- Meter Installed on Pole Overhead Service:
The seller shall furnish and install a pole or structure and attach overhead service wires to the pole or structure by suitable means leaving additional wiring (tails) for connection to the meter loop provided and installed by the consumer who shall also allow sufficient wiring (tails) beyond the top or weatherhead for connection. The seller shall provide suitable connectors for connecting the two facilities thus supplied and this connection shall constitute the point of delivery. The seller shall, however, provide the meter and meter base and which base shall be installed by the consumer as a part of the entrance equipment.
- Underground Secondary:
(a) Meter Pedestal:
Where the use of meter pedestals is required such as at mobile home parks, etc., the

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

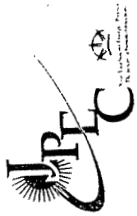
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____
SHEET NO. _____

CANCELLING P.S.C. KY NO. _____
SHEET NO. _____



RULES AND REGULATIONS

This section has been replaced with New Section 11 in the proposed Rules and Regulations as follows:

(11) **RIGHT OF ACCESS**

Each Member shall, at the time of application provide JPEC with permits or shall sign right of way easements if applicable. JPEC shall at all reasonable hours have access to meters, service connections and other property owned by it and located on the Member's premises for purposes of placing, locating, building, constructing, operating, replacing, rebuilding, relocating, repairing, improving, enlarging, extending and maintaining on, over or under such lands and premises or removing there from its electrical distribution system, new or existing lines, wires, poles, anchors and other necessary parts.

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
 Entire Territory Served
 Community, Town or City

FOR _____

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

- I.C. Delivery Point (D)
- consumer shall furnish and install an approved type meter pedestal. The seller shall (D)
 furnish underground conductors to the point of connection in the meter pedestal and (D)
 this point of connection shall constitute the point of delivery of electric energy. (D)
- (b) Meter on Building: (D)
- Where the meter is to be placed on a building or structure, the seller shall furnish a (D)
 suitable meter base which shall be installed by the consumer, and the consumer shall (D)
 furnish and install a proper size conduit from the meter base to a point eighteen (18) (D)
 inches below final grade elevation. The seller will furnish underground conductors to (D)
 the point of connection in the meter base, and this point of connection shall (D)
 constitute the point of delivery of electric energy. (D)
4. Primary Delivery and/or Secondary Transformer Metering: (D)
- The connection between conductors furnished by the seller and conductors furnished by (D)
 the consumer shall constitute the point of delivery even though metering is accomplished (D)
 either on the seller's side of that connection. (D)

The information pertaining to Section 11.C. in the existing Rules and Regulations has been revised and is now included in Section 23 of the proposed Rules and Regulations.

DATE OF ISSUE _____
 Month / Date / Year

DATE EFFECTIVE _____
 Month / Date / Year

ISSUED BY _____
 (Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____



Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____

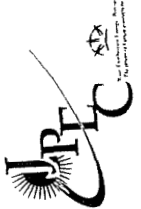
RULES AND REGULATIONS

This section has been replaced with New Section 12 in the proposed Rules and Regulations as follows:

- (12) NO PREJUDICE OF RIGHTS (N)
- Failure by JPEC to enforce any of the terms of these Rules and Regulations shall not be deemed as a waiver of the right to do so. (N)

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

- II.D. Consumer's Installation
1. The consumer shall cause his premises to be wired in compliance with the standards of the "National Electric Code" issued by the National Bureau of Standards, the "National Electric Code", issued by the National Fire Protection Association, Rules and Regulations of Jackson Purchase Energy Corporation for entrance equipment, and with the codes and regulations of any governmental authority having jurisdiction. Any required inspection by any governmental agency shall be secured by the consumer. No connection or hookup shall be made until the consumer has delivered to the Cooperative a certificate of inspection or certificate of exemption from the agency having jurisdiction. (D)
 2. All wiring, pole lines, equipment and appliances beyond the metering point or delivery point shall be installed, owned and maintained by the consumer. The Cooperative assumes no duty or liability for any appliances or wiring not installed by the Cooperative or for any injury to persons or property resulting from appliances or wiring installed by the consumer on its side of the meter or delivery point. (D)
 3. The Cooperative shall have the right, but does not assume the duty, to inspect the consumer's entrance equipment installation at any reasonable time and to refuse to commence or to continue service whenever entrance equipment installation is not in safe operating condition, but no inspection by the Cooperative, nor the failure by it to object to the consumer's entrance equipment installation shall render the Cooperative liable or responsible for any loss or damage resulting from defects in installation, wiring or equipment. When a dangerous condition is found to exist on the customer's or applicant's premises, the service shall be cut off without notice or refusal, provided that the utility notify the customer or applicant immediately of the reasons for the discontinuance or refusal and the corrective action to be taken by the applicant or customer before service can be restored. (D)

The information pertaining to Section II.D. in the existing Rules and Regulations has been revised and is now included in Section 25 of the proposed Rules and Regulations.

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____
(Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____
(Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City

P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____

RULES AND REGULATIONS

This section has been replaced with New Section 1.3 in the proposed Rules and Regulations as follows:

- (13) NON-STANDARD SERVICE
- The Member shall pay the cost of any special installation necessary to meet his/her requirements for service at other than standard voltage, or for the supply of closer voltage regulation than required by standard practices.

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City

P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____

RULES AND REGULATIONS

II.E. Service Continuity

1. The Cooperative shall use reasonable diligence to provide a constant and uninterrupted supply of electric power and energy; but if such supply shall fail or be interrupted or become defective through act of God, or the public enemy, or by accident, strikes, labor troubles, breaker or fuse operation, or by action of elements or inability to secure right-of-way, or other permits needed, or any cause beyond reasonable control of the Cooperative, the Cooperative shall not be liable therefore. (D)
2. For the purpose of making repairs to or changes in the Cooperative's plant, generating equipment, transmission or distribution system, or other property, the Cooperative may without incurring any liability therefore, suspend service for such period as may be required but will not inconvenience the consumer unnecessarily. Whenever possible, the Cooperative will give reasonable notice to the consumer prior to such suspension of service. (D)

The information pertaining to Section II.E. in the existing Rules and Regulations has been revised and is now included in Section 9 of the proposed Rules and Regulations.

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served _____
Community, Town or City _____

FOR _____

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

This section has been replaced with New Section 14 in the proposed Rules and Regulations as follows:

(14) BILLING

A bill for electric service is mailed to all Members each month a few days after the meter is read. Normally, the bill is for approximately 30 days of service, but may vary from 27 to 35 days depending on the number of working days in a month, bad weather or holiday schedules. Electric service is billed as per tariffs and/or special agreements as approved by JPEC's Board of Directors and the Kentucky Public Service Commission. Members may also be required to pay school, sales and/or franchise taxes as required by state and/or local governments.

If JPEC cannot obtain a reading of the Member's meter due to factors beyond JPEC's control, the reading may then be estimated. JPEC will estimate the Member's bill using information available to JPEC. This information may include previous billing information for this Member, billing information from similar services of other Members, weather data, and other applicable information. When the reading is estimated, it will be noted on the bill. After the next actual reading, the bill will be adjusted automatically if the estimated reading was too high or too low. Failure to receive a statement shall not release the Member from payment obligation.

JPEC shall not be responsible for any payment lost in the mail or for any payment made to any person not an employee of JPEC or to anyone who has not been authorized to accept such payments on behalf of JPEC. The gross rates shall apply to any such lost payments if not received by JPEC on or before the due date.

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served _____
Community, Town or City _____

FOR _____

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

11.F. Service Complaints

Upon complaint to the utility by a customer either at its office or in writing, the utility shall make a prompt and complete investigation and advise the complainant thereof. It shall keep a record of all such complaints concerning its utility service which shall show the name and address of the complainant, the date and nature of the complaint and the adjustment or disposition thereof.

The information pertaining to Section 11.F. in the existing Rules and Regulations has been revised and is now included in Section 41 of the proposed Rules and Regulations.

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City _____

P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

This section has been replaced with New Section 15 in the proposed Rules and Regulations as follows:

- (15) DEPOSITS (N)
- JPEC may require a minimum deposit to secure payment of bills except for Members qualifying for service connection pursuant to 807 KAR 5:006, Section 15, Winter Hardship Reconnection. Service may be refused or discontinued for failure to pay the requested deposit. (N)
- The residential deposit amount shall not exceed 2/12's of the average annual residential usage at the current rates. Interest, as prescribed by KRS 278.460, will be paid annually either by refund or credit to the Member's bill, except that no refund or credit will be made if the Member's bill is delinquent on the anniversary date of the deposit. (N)
- The residential deposit may be waived upon a Member's showing of satisfactory credit, based on the credit information received from a credit bureau as determined by JPEC at the time the service is requested by the Member. If a deposit has been waived and the Member fails to maintain a satisfactory payment record, a deposit may then be required. JPEC may require a deposit in addition to the initial deposit if the Member's classification of service changes or if there is a substantial change in usage. Upon termination of service, the deposit, any principal amounts and any interest earned and owing, will be credited to the final bill with any remainder refunded to the Member. (N)
- The non-residential deposit shall be based on existing load information or information provided by Member. The deposit will be equal to 2/12's of the existing usage or 2/12's of the anticipated usage based upon information provided by Member. JPEC may require a deposit in addition to the initial deposit if the Member's classification of service changes or if there is a substantial change in usage. Interest, as prescribed by KRS 278.460, will be paid annually either by refund or credit to the Member's bill, except that no refund or credit will be made if the Member's bill is delinquent on the anniversary date of the deposit. (N)

DATE OF ISSUE _____ Month / Date / Year (N)
DATE EFFECTIVE _____ Month / Date / Year (N)
ISSUED BY _____ (Signature of Officer) (N)
TITLE _____ (N)
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION (N)
IN CASE NO. _____ DATED _____ (N)

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City _____

P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

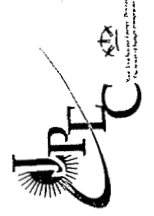
11.G. Meter Testing and Accuracy

1. The Cooperative will test and inspect its meters from time to time to maintain their accuracy of registration in accordance with the Public Service Commission. However, PSC Case No. 9474 allowed deviation from regulation 807 KAR 5:041, Section 17, which requires single phase watt-hour meters to be tested at 50 percent power factor. A \$35.00 charge will be made for a request test. Should the test show the average registration to be in error by more than two percent (2%) slow or fast, the \$35.00 charge will be refunded. The Cooperative will test a meter upon written request of any customer provided such request is not made more frequently than once each twelve months. The customer will be given the opportunity of being present at such test. (D)
2. If the result of tests on a customer's meter shows an average greater than two percent (2%) faster, then the customer's bill for the period during which the meter error is known to have existed, shall be recomputed and the account adjusted on the basis of the test. If the period during which the error existed cannot be determined with reasonable precision, the time period shall be estimated using such data as elapsed time since the last meter test, if applicable, and historical usage data for the consumer. Of that data is not available, the average usage of similar customer loads shall be used for comparison purposes in calculating the time period. If the customer and the Cooperative are unable to agree on an estimate of the time period during which the error existed, the commission shall determine the issue. In all instances of customer overbilling, the customer's account shall be credited or the overbilled amount refunded at the discretion of the customer within thirty (30) days after final meter test results. The Cooperative shall not require customer repayment of any underbilling to be made over a period shorter than a period shorter than a period coextensive with the underbilling. (D)

The information pertaining to Section 11.G. in the existing Rules and Regulations has been revised and is now included in Section 19 of the proposed Rules and Regulations.

DATE OF ISSUE _____ Month / Date / Year (D)
DATE EFFECTIVE _____ Month / Date / Year (D)
ISSUED BY _____ (Signature of Officer) (D)
TITLE _____ (D)
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION (D)
IN CASE NO. _____ DATED _____ (D)

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City _____
P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

This section has been replaced with New Section 16 in the proposed Rules and Regulations as follows:

(16) LEVELIZED BILLING

JPEC will provide a voluntary levelized billing plan for any residential Member who wishes to reduce variations in monthly electric bills based on the latest twelve (12) months usage. The levelized billing plan will not allow the accumulation of large credit or debit balances on a Member's account. The plan enables members to pay a monthly, levelized amount instead of monthly billings for actual usage. JPEC determines the levelized amount based on the following calculation:

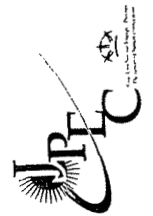
$$\begin{aligned} \text{Average Monthly KWH Usage} &= \frac{\text{Current month's KWH usage} + \text{Previous 11 months' KWH usage}}{12} \\ \text{Average Monthly KWH Charge} &= \text{Average Monthly KWH Usage} \times \text{Current Rate} \\ \text{1/12 Previous KWH Charge Balance} &= \frac{\text{Previous KWH charge balance}}{12} \\ \text{Current Levelized Amount (round to nearest dollar)} &= \\ &\text{Average Monthly KWH Charge} + /- 1/12 \text{ Previous KWH Charge Balance} + \text{Any Additional Fees Due} \end{aligned}$$

All current state, federal, and local taxes that are immediately paid by JPEC, service charges, arrears, and any recurring monthly charges such as security lights are added to the monthly levelized amount in order to calculate the current total levelized payment due.

Payment dates and payment terms remain the same as for normal billing. Participants in levelized billing must pay the full amount of the levelized payment each month by the due date.

DATE OF ISSUE _____
Month / Date / Year _____
DATE EFFECTIVE _____
Month / Date / Year _____
ISSUED BY _____
(Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City _____
P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

II.H. Connection or Reconnection of Service

The Cooperative shall charge twenty-five dollars (\$25.00) for a customer to connect or reconnect service during regularly scheduled hours. This charge offsets time spent by the Cooperative in dispatching personnel to the meter location. If a customer requests to be connected or reconnected at a time outside regularly scheduled hours, an after hours charge of \$75.00 will be made. This charge is in lieu of the regular \$25.00 connection charge.

The information pertaining to Section II.H. in the existing Rules and Regulations has been revised and is now included in Section 37 of the proposed Rules and Regulations.

DATE OF ISSUE _____
Month / Date / Year _____
DATE EFFECTIVE _____
Month / Date / Year _____
ISSUED BY _____
(Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City

FOR _____

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

This section has been replaced with New Section 17 in the proposed Rules and Regulations as follows:

(17) PARTIAL PAYMENT PLAN

Residential Members who are unable to pay their bills in accordance with JPEC's regular payment terms may come to JPEC's office during normal business hours to make arrangements for a partial payment plan and retention of service. Such arrangements must be made before the scheduled disconnect date as printed on the late notice. The agreement will be mutually agreed upon and be reasonable and in accordance with the provisions set forth in 807 KAR 5:006, Section 14, Refusal or Termination of Service and Section 15, Winter Hardship Reconnection. The agreement shall be in writing and signed by the Member or by verbal agreement as recorded by JPEC equipment. The agreement will state and the Member will be advised that should he/she fail to honor the payment schedule mutually agreed upon, the Member's service may be disconnected without prior additional notice. JPEC shall not be obligated or required to negotiate additional partial payment plans with Members who are currently delinquent under a previous payment plan.

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City

FOR _____

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

III.A. Normal Cycle Billing and Meter Reading

- (b) Office Payments: Payments received at the office shall be receipted on the consumer's portion of the billing stub and returned to the consumer as a receipt. (D)
- (c) Night Depository: A night depository is provided by the Cooperative for payment after hours for the convenience of the consumer. Checks, or money orders should be used since the cancelled check or money order receipt will serve as a receipt for the consumer. (D)
- (d) Bank Drafts: Bank drafts will be accepted as a method of payment of the utility bill. The cancelled bank draft shall serve as the customer's receipt. (D)

The information pertaining to Section III.A. in the existing Rules and Regulations has been revised and is now included in Section 14 of the proposed Rules and Regulations.

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____



Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____
SHEET NO. _____

CANCELLING P.S.C. KY NO. _____
SHEET NO. _____

RULES AND REGULATIONS

This section has been replaced with **New Section 18 in the proposed Rules and Regulations**

- (N) _____
(N) _____
(N) _____
(N) _____
- (18) LOCATION OF METERS
Meters shall be easily accessible for reading, testing, making necessary adjustments and repairs and shall be located at a site designated by JPEC personnel.



Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____
SHEET NO. _____

CANCELLING P.S.C. KY NO. _____
SHEET NO. _____

RULES AND REGULATIONS

- III. B. Large Power Billings
- Where the Cooperative installs demand meters which must be reset monthly and on certain other meters, the Cooperative shall read these meters, prepare the monthly billing and mail said billing to the consumer on or about the bill/read date for each cycle of each month. (D)
 - Payments of large power billings or other billings where the Cooperative reads the meter shall be made as provided in Section "A", (2), of this policy except the meter reading portion shall be omitted. (D)

The information pertaining to **Section III.B. in the existing Rules and Regulations** has been revised and is now included in **Section 14 of the proposed Rules and Regulations.**

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

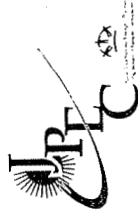
DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____



Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City

FOR _____

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____

RULES AND REGULATIONS

- III.C. Delinquent Bills
- All past due accounts shall be paid in full including all penalties, the collection fee, and the reconnect fee. Reconnection of such disconnected service made for non-payment will be made only as they can be scheduled during regular working hours of the cooperative, unless the consumer agrees to pay an after hours charge. This charge is the amount of \$75.00 and is made to recover costs (including overtime) incurred by the Cooperative in reconnecting a service after regularly scheduled hours. The after hours charge is in lieu of the regular \$25.00 charge. No consumer shall be reconnected at a different location until all past due accounts and charges arising from previous service shall have been paid in full even though a different member of the family requests service. (D)

The information pertaining to Section III.C. in the existing Rules and Regulations has been revised and is now included in Section 31 of the proposed Rules and Regulations.

DATE OF ISSUE _____ Month / Date / Year

DATE EFFECTIVE _____ Month / Date / Year

ISSUED BY _____ (Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City

FOR _____

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____

RULES AND REGULATIONS

- This section has been replaced with New Section 19 in the proposed Rules and Regulations as follows:
- METER TESTS (N)
- JPEC will, at its own expense, make periodic tests and inspections of its meters in order to maintain a high standard of accuracy and to conform with the regulations of the Kentucky Public Service Commission. JPEC will make a test of any meter upon written request of any Member. The Member will be given the opportunity of being present at such a "request test". Should the test made at the Member's request show the meter to be accurate within two percent (2%) slow or fast, no adjustment will be made to the Member's bill and the Member will be billed in accordance with the non-recurring tariff as approved by JPEC's Board of Directors and the Kentucky Public Service Commission to cover the cost of the "request test". Such charge would be subject to the same collection policies as any other amount due and owing JPEC. Should the test show the meter to be in excess of two percent (2%) slow or fast, an adjustment shall be made to the Member's bill as prescribed by 807 KAR 5:006, Section 10 (5). Should the test show the meter to be in excess of two percent (2%) slow or fast, the cost of the meter test shall be borne by JPEC. (N)

DATE OF ISSUE _____ Month / Date / Year

DATE EFFECTIVE _____ Month / Date / Year

ISSUED BY _____ (Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City _____
P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

This section has been replaced with New Section 20 in the proposed Rules and Regulations as follows:

- (20) SERVICES PERFORMED FOR MEMBERS (N)
- JPEC personnel are prohibited from making repairs or performing services to the Member's equipment or property except in cases of emergency or to protect the public or Member's person or property. When such emergency service(s) is/are performed, the Member shall be charged for such service(s) at the rate of time and material(s) used. (N)

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City _____
P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

III.D. Customer Deposits

1. The Cooperative may require from any customer, regardless of customer class, a minimum cash deposit or other suitable guaranty to secure payment of bills in an amount not to exceed 2/12ths of the estimated annual bill of such customer or applicant, except for customers qualifying for service reconnection pursuant to 807 KAR 5:006, Section 15, Winter Hardship Reconnection. Services may be refused or discontinued for failure to pay the requested deposit. Interest, as prescribed by KRS 278-460, will be paid annually either by refund or credit to the customer's bill, except that no refund or credit will be made if customer's bill is delinquent or the anniversary date of the deposit. (D)
2. The required deposit may be returned after 18 months when the customer has established a satisfactory payment record. If a deposit has been returned and the customer fails to maintain a satisfactory payment record, a deposit may then be required. The Cooperative may require a deposit in addition to the initial deposit of customer's classification of service changes, or if there is a substantial change in usage. Upon termination of service, the deposit, any principal amounts, and any interest earned and owing will be credited to the final bill with any remainder refunded to the customer. (D)
3. If a deposit is held longer than eighteen (18) months, the deposit will be recalculated at the customer's request based on the customer's actual usage. If the deposit on account differs from the recalculated amount by more than \$10.00 for a residential customer or ten percent for a non-residential customer, the Cooperative may collect any underpayment and shall refund any overpayment by check or credit to the customer's bill. No refund will be made if the customer's bill is delinquent at the time of the recalculation. (D)

The information pertaining to Section III.D. in the existing Rules and Regulations has been revised and is now included in Section 15 of the proposed Rules and Regulations.

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served _____
FOR _____
Community, Town or City _____

P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

This section has been replaced with New Section 21 in the proposed Rules and Regulations as follows:

- (21) RESALE OF POWER BY MEMBERS (N)
- All purchased electric power and energy used on the premises of the Member shall be supplied exclusively by JPEC and the Member shall not directly sell, sublet or otherwise dispose of the electric power and energy or any part thereof. (N)

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served _____
FOR _____
Community, Town or City _____

P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

III.E. Returned Checks

- 1. Checks returned to the Cooperative by the bank which are marked "insufficient funds," "no account," etc., will not be regarded as payment. Postdated checks will not be accepted by the Cooperative as payment of any account. (D)
- 2. Upon receiving a returned check from the bank, a letter shall be prepared and mailed to the consumer stating that such checks or checks have been returned to the Cooperative, and that the accounts still due and payable in addition to a \$20.00 charge for handling the returned check. If reimbursement is made by the consumer for such check prior to the delinquent date, then the net charge will prevail. However, if reimbursement by the consumer to the Cooperative is made following the delinquent date, the gross charges shall apply. (D)
- 3. In the event a collection agent is dispatched to effect collection of such returned check, then the same charges and procedures listed under "C," (2), shall apply. (D)

The information pertaining to Section III.E. in the existing Rules and Regulations has been revised and is now included in Section 38 of the proposed Rules and Regulations.

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____ (Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City

FOR _____

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

This section has been replaced with New Section 22 in the proposed Rules and Regulations

as follows:

(22) NOTICE OF TROUBLE (N)
Member or Member's representative should notify JPEC immediately should service be (N)
unsatisfactory for any reason or should there be any defects, trouble or accidents affecting the (N)
supply of electricity. (N)

Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City

FOR _____

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

III.F. Partial Payment Plan (D)

1. The Cooperative will negotiate and accept reasonable partial payment plans at the (D)
request of residential customers who have received a termination notice for failure to (D)
pay as provided in Section C, Delinquent Bills. The cooperative will not negotiate a (D)
partial payment plan with a customer who is delinquent under a previous partial payment (D)
plan. Partial payment plans shall be in writing and shall advise customers that service (D)
may be terminated without additional notice if the customer fails to meet the obligations (D)
of the plan. (D)

The information pertaining to Section III.F. in the existing Rules and Regulations has been revised and is now included in Section 17 of the proposed Rules and Regulations.

DATE OF ISSUE _____ Month / Date / Year

DATE EFFECTIVE _____ Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

DATE OF ISSUE _____ Month / Date / Year

DATE EFFECTIVE _____ Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____



Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City _____

P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____

RULES AND REGULATIONS

This section has been replaced with New Section 23 in the proposed Rules and Regulations as follows:

(23) POINT OF DELIVERY

The point of delivery is the point as designated by JPEC on the Member's premises where electric power and energy is to be delivered to a building or premises, namely, the point of attachment, which is normally the point closest to the utility line. A Member requesting a delivery point different from the one designated by JPEC will be required to pay the additional cost of the special construction. All wiring and equipment, excluding the metering, beyond this point of delivery shall be supplied and maintained by the Member.

(N)
(N)
(N)
(N)
(N)
(N)
(N)
(N)



Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City _____

P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____

RULES AND REGULATIONS

III.G. Partial Billing Following Connection

Where the connection of a service does not coincide with the bill/read date, the following will apply:

1. If the account is connected less than fifteen (15) days, a statement will not be computed the first month unless KVA minimum and/or contract minimums are applicable.

The Partial Billing Following Connection section has been eliminated from the proposed Rules and Regulations.

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____



Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City _____

P.S.C. KY NO. _____
SHEET NO. _____
CANCELLING P.S.C. KY NO. _____
SHEET NO. _____

RULES AND REGULATIONS

This section has been replaced with New Section 24 in the proposed Rules and Regulations as follows:

- (24) FAILURE OF METER TO REGISTER (N)
- In the event a Member's meter should fail to register, the Member shall be billed from the date of such failure at the average consumption of the Member, based on the twelve (12) months period immediately preceding the failure and other information as deemed appropriate. (N)

DATE OF ISSUE _____
Month / Date / Year _____
DATE EFFECTIVE _____
Month / Date / Year _____
ISSUED BY _____
(Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City _____

P.S.C. KY NO. _____
SHEET NO. _____
CANCELLING P.S.C. KY NO. _____
SHEET NO. _____

RULES AND REGULATIONS

III.H. Final Billing

- 1. Upon final payment of the bill as prepared and upon the surrender of the membership certificate, the membership fee or fees and deposits (if any) shall be refunded to the consumer. An affidavit stating that the membership certificate is lost and thereby releasing the Cooperative from any further claims against the membership fee will be accepted in lieu of the membership certificate. At the option of the Cooperative, the final bill may be paid out of the membership fees and deposits and any remaining balance shall be paid by the consumer, if the final bill exceeds such fees and deposits, or the Cooperative may refund the remaining balances to the consumer when such fees and deposits exceed the amount of the final bill. (D)

The information pertaining to Section III.H. in the existing Rules and Regulations has been revised and is now included in Sections 8 and 15 of the proposed Rules and Regulations.

DATE OF ISSUE _____
Month / Date / Year _____
DATE EFFECTIVE _____
Month / Date / Year _____
ISSUED BY _____
(Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____
SHEET NO. _____

CANCELLING P.S.C. KY NO. _____
SHEET NO. _____

RULES AND REGULATIONS

This section has been replaced with New Section 27 in the proposed Rules and Regulations as follows:

(27) INSPECTIONS (N)
JPEC shall not connect a new or modified electric service until the required certificate of approval has been issued by a certified electrical inspector, as required by local and/or state laws. (N)
(N)
(N)

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____
SHEET NO. _____

CANCELLING P.S.C. KY NO. _____
SHEET NO. _____

RULES AND REGULATIONS

- III.K. Budget Payment Plan
1. The Cooperative has a budget payment plan available for its residential Customers whereby a Customer may elect to pay a monthly amount for the budget year in lieu of monthly billing for actual usage. The monthly budget payment will be determined by the Cooperative, based under normal circumstances, on a minimum of one-twelfth of the estimated annual usage, subject to review and adjustment during the budget year. The normal budget year is November thru September with October as the annual adjustment month. (D)
 2. The customer's account may be adjusted through a series of levelized adjustments on a monthly basis if usage indicates that the account will not be current upon payment of the last budget amount. (D)
 3. If Customer fails to pay bills as rendered under the budget payment plan, the Cooperative reserves the right to revoke the plan, restore the Customer to regular billing and require immediate payment of any deficiency. (D)
 4. Failure to receive a bill in no way exempts Customer from the provisions of these TERMS AND CONDITIONS. (D)
 5. When the Cooperative is unable to obtain a meter reading after reasonable effort, the Customer will be billed an estimated bill. The bill will be estimated by adding the two immediately preceding monthly bills plus the current month one year ago doubled and the total divided by four (4) for an average estimated bill. This estimated bill will be adjusted when a current meter reading is received. (D)
 6. Fuel clause adjustments (+ / -) are in addition to the minimum. (D)
 7. Customer's bill will be due within 14 days from date of bill. (D)

The Budget Payment Plan section has been eliminated from the proposed Rules and Regulations since JPEC is proposing a Levelized Billing Plan in its place. Refer to Section 16 of the proposed Rules and Regulations for information regarding the proposed Levelized Billing Plan.

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

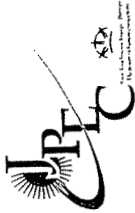
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City

FOR _____

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

This section has been replaced with New Section 28 in the proposed Rules and Regulations as follows:

(28) PROTECTION OF JPEC EQUIPMENT (N)

The Member shall protect the equipment of JPEC on his/her premises and shall not interfere with or alter or permit interference with or alteration of JPEC's meter or other property except by duly authorized representatives of JPEC. For any loss or damage to the property of JPEC due to or caused by or arising from carelessness, neglect, vandalism or misuses by the Member or other unauthorized persons, the cost of the necessary replacement and repairs shall be paid by the Member. After proper negotiations with JPEC and if unable to reach an agreement, a court of law having jurisdiction over the parties shall determine the cost. (N)

Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City

FOR _____

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

III.L. Monitoring of Customer Usage

1. The Cooperative will monitor the KWH usage of its customer's each month. (D)
2. If the current months KWH usage is approximately the same or if any difference is known to unique circumstance, such as unusual weather conditions, common to all customer's or if the customer's previous months KWH usage has been estimated, no further review will be done. (D)
3. If the monthly KWH usage differs by two hundred (200) percent higher or fifty (50) percent lower than the previous month's KWH usage and cannot be attributed to a readily identified common cause, the Cooperative will compare the customer's usage records for the 12-month period with the same months of the preceding year. (D)
4. If the cause for the usage deviation cannot be determined from analysis of the customer's meter reading and billing records, the Cooperative will contact the customer by telephone or in writing to determine whether there have been changes such as different number of household members, additional and different appliances, any problems with the heating and cooling unit or other reasons for the deviation in KWH usage. (D)
5. Where the deviation is not otherwise explained, the Cooperative will test the customer's meter to determine whether it shows an average error greater than two (2) percent fast or slow. (D)
6. The Cooperative will notify the customer of the investigation, its findings, and any refunds or backbilling in accordance with 807 KAR 5:006, Section 10 (4) and (5). (D)
7. In addition to the monthly monitoring, the Cooperative will immediately investigate usage deviations brought to its attention as a result of its on-going meter reading or billing process or customer inquiry. (D)

The information pertaining to Section III.L. in the existing Rules and Regulations has been revised and is now included in Section 39 of the proposed Rules and Regulations.

DATE OF ISSUE _____ Month / Date / Year

DATE EFFECTIVE _____ Month / Date / Year

ISSUED BY _____ (Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

DATE OF ISSUE _____ Month / Date / Year

DATE EFFECTIVE _____ Month / Date / Year

ISSUED BY _____ (Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____
SHEET NO. _____
CANCELLING P.S.C. KY NO. _____
SHEET NO. _____



RULES AND REGULATIONS

New Sections 29 through 41

(29) **RELOCATION OF LINES**

When JPEC is requested or required to relocate its facilities for any reason, any expense involved will be paid by the Member, firm, person or persons requesting the relocation, unless one or more of the following conditions are met:
 A. The relocation is made for the convenience of JPEC.
 B. The relocation will result in a substantial improvement in JPEC's facilities.
 C. The relocation is associated with other regularly scheduled conversion or construction work and can be completed at the same time.

(30) **VOLTAGE FLUCTUATIONS CAUSED BY THE MEMBER**

Electric service must not be used in such a manner as to cause unusual fluctuations or disturbances to JPEC's distribution system. JPEC may require the Member, at his/her own expense, to install suitable apparatus which will reasonably limit such fluctuations or disturbances.

(31) **REFUSAL OR TERMINATION OF SERVICE**

JPEC may refuse or terminate service to a Member under the following conditions, except as provided in 807 KAR 5:006:
 A. For noncompliance with JPEC's tariffed rules or Kentucky Public Service Commission regulations. JPEC may terminate service for failure to comply with applicable tariffed rules or Kentucky Public Service Commission regulations pertaining to that service. However, JPEC shall not terminate or refuse service to any Member for noncompliance with its tariffed rules or commission regulations without first having made a reasonable effort to obtain Member compliance. After such effort by JPEC, service may be terminated or refused only after the Member has been given at least ten (10) days written termination notice pursuant to 807 KAR 5:006.
 B. For dangerous conditions. if a dangerous condition relating to JPEC's service which could

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City _____

P.S.C. KY NO. _____ SHEET NO. _____
CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

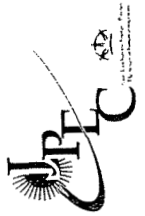
New Sections 29 through 41 (N)
subject any person to imminent harm or result in substantial damage to the property of (N)
JPEC or others is found to exist on the Member's premises, the service shall be refused (N)
or terminated without advance notice. JPEC shall notify the Member immediately in (N)
writing and, if possible, orally of the reasons for the termination or refusal. Such notice (N)
shall be recorded by JPEC and shall include the corrective action to be taken by the (N)
Member or JPEC before service can be restored or provided. (N)
For refusal of access. When a Member refuses or neglects to provide reasonable access (N)
to the premises for installation, operation, meter reading, maintenance or removal of (N)
JPEC property, JPEC may terminate or refuse service. Such action shall be taken only (N)
when corrective action negotiated between JPEC and the Member has failed to resolve (N)
the situation and after the Member has been given at least ten (10) days written notice (N)
of termination pursuant to 807 KAR 5:006. (N)
For outstanding indebtedness. Except as provided in 807 KAR 5:006, JPEC shall not be (N)
required to furnish new service to any Member who is indebted to JPEC for service (N)
furnished or other tariffed charges until that Member has paid his/her indebtedness. (N)
For noncompliance with state, local or other codes. JPEC may refuse or terminate service (N)
to a Member if the Member does not comply with state, municipal, local or other codes (N)
and rules and regulations applying to such service. JPEC may terminate service pursuant (N)
to 807 KAR 5:006 only after ten (10) days written notice is provided, unless ordered to (N)
terminate immediately by a governmental official. (N)
For nonpayment of bills. JPEC may terminate service at a point of delivery for (N)
nonpayment of charges incurred for JPEC service at that point of delivery, however, (N)
JPEC shall not terminate service to any Member for nonpayment of bill for any tariffed (N)
charge without first having mailed or otherwise delivered an advance termination notice (N)
which complies with the requirements of 807 KAR 5:006. (N)
1. Termination notice requirements for electric service. JPEC shall mail or otherwise (N)
deliver the Member ten (10) day written notice of intent to terminate. Under no (N)
circumstances shall service be terminated before twenty-seven (27) days after (N)
the mailing date of the original unpaid bill unless, prior to discontinuance, a (N)
residential Member presents to JPEC a written certificate, signed by a physician, (N)

DATE OF ISSUE _____ Month / Date / Year
DATE EFFECTIVE _____ Month / Date / Year
ISSUED BY _____
(Signature of Officer)
TITLE _____
BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
 Entire Territory Served
 FOR _____
 Community, Town or City _____

P.S.C. KY NO. _____
 SHEET NO. _____

CANCELLING P.S.C. KY NO. _____
 SHEET NO. _____



RULES AND REGULATIONS

New Sections 29 through 41

registered nurse, public health officer or other qualified medical provider, that such discontinuance will aggravate an existing illness or infirmity on the affected premises, in which case discontinuance may be effective not less than thirty (30) days from the date JPEC notifies the Member, in writing, of state and federal programs which may be available to aid in payment of bills and the office to contact for such possible assistance. The termination notice to residential Members shall include written notification to the Member of the existence of local, state and federal programs providing for payment of JPEC bill under certain conditions, and the address and telephone number of the Department of Social Insurance of the Cabinet for Human Resources to contact for possible assistance. (N)

2. The termination notice requirements of this subsection shall not apply if termination notice requirements to a particular Member or Members are otherwise dictated by the terms of a special agreement or contract between JPEC and the Member which has been approved by JPEC's Board of Directors and the Kentucky Public Service Commission. (N)

G. *For illegal use or theft of service.* JPEC may terminate service to a Member without advance notice if it has evidence that the Member has obtained unauthorized service by illegal use or theft or if the meter or other equipment belonging to JPEC is tampered or interfered with. Within twenty-four (24) hours after such termination, JPEC shall send written notification to the Member of the reasons for termination or refusal of service upon which JPEC relies and of the Member's right to challenge the termination by filing a formal complaint with the Kentucky Public Service Commission. This right of termination is separate from and in addition to any other legal remedies which JPEC may pursue for illegal use or theft of service. JPEC shall not be required to restore service until the Member has complied with all tariffed rules of JPEC and laws and regulations of the Kentucky Public Service Commission. The Member supplied shall pay the amount JPEC estimates is due for service rendered but not registered on JPEC's meter and for such repairs and replacements as are necessary. In disconnecting the illegal service, actual cost to disconnect will be charged if it is required to be disconnected at the transformer. (N)

DATE OF ISSUE _____
 Month / Date / Year

DATE EFFECTIVE _____
 Month / Date / Year

ISSUED BY _____
 (Signature of Officer)

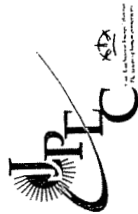
TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
 IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
FOR Entire Territory Served _____
Community, Town or City _____

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____



RULES AND REGULATIONS

New Sections 29 through 41

This actual cost, including overheads and transportation, shall be determined based on wages, as determined by collective bargaining agreement, at the time of the disconnect at the transformer. (N)

H. *Collection Fee.* Should a collection agent be dispatched by JPEC, a collection fee in accordance with the non-recurring tariff as approved by JPEC's Board of Directors and the Kentucky Public Service Commission shall be added to the Member's bill to defray the cost of the collection agent and mileage to effect such collection. This charge is to be made regardless whether the agent collects the amount due or disconnects the service. (N)

(32) TEMPORARY SERVICE (N)

A. Member requesting temporary service may be required to pay all cost of constructing, removing, connecting and disconnecting service. Facilities that are temporary in nature such as for construction contractors, sawmills, carnivals, fairs, camp meetings, etc., will be provided to Members making application for same, provided they pay an advance fee equal to the reasonable cost of constructing and removing such facilities along with a deposit (amount to be determined by JPEC), for estimated consumption. Upon termination of temporary service, the payment made on estimated consumption will be adjusted to actual consumption and either a refund or additional billing will be issued to such temporary Member. (N)

(33) NEW SERVICE TO BARNS, CAMPS, PUMPS AND MISCELLANEOUS SERVICES NOT CONSIDERED PERMANENT PREMISES (N)

A. This rule shall apply to services where the amount of consumption and/or the permanency of service cannot be reasonably assured as determined by JPEC. (N)

B. All wiring shall be in accordance with JPEC's Rules and Regulations and the most recent edition of NFPA 70, National Electrical Code. (N)

C. A contribution-in-aid of construction shall be required from the Applicant/Member for all facilities installed to provide service under this section. Aid of construction payment shall be estimated and received by JPEC before construction is begun. When construction is

DATE OF ISSUE _____ Month / Date / Year

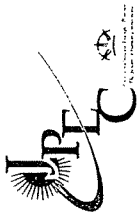
DATE EFFECTIVE _____ Month / Date / Year

ISSUED BY _____ (Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____



FOR Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____

RULES AND REGULATIONS

New Sections 29 through 41

individual mobile home when JPEC provides the service termination pole (meter pole). (N)
 This fee shall be determined by calculation of the actual materials costs, including any (N)
 applicable taxes and overhead costs of JPEC in providing the meter pole. This (N)
 contribution-in-aid of construction is in addition to the advance for construction fees (N)
 listed below and shall be payable prior to connection of service. The meter pole thus (N)
 furnished shall become the property of the Member. In the event the Member furnishes (N)
 a meter pole which meets the specifications of JPEC, the above contribution-in-aid of (N)
 construction will not be charged. Should it be necessary for JPEC to furnish necessary (N)
 grounding, guying, etc. on the Member-furnished meter pole, the Member shall pay a (N)
 fee for actual material costs, including any applicable taxes and overhead costs to JPEC (N)
 in providing the necessary grounding, guying, etc. JPEC shall not be responsible for any (N)
 maintenance associated with meter poles or hardware attached to meter poles. (N)
 All extensions of up to three hundred (300) feet from the nearest distribution facility (N)
 shall be made without charge. (N)
 For extensions greater than three hundred (300) feet and less than one thousand (N)
 (1,000) feet from the nearest distribution facility, JPEC may charge an advance equal to (N)
 the reasonable costs incurred by it for that portion of the service beyond three hundred (N)
 (300) feet. (N)
 1. This advance shall be refunded to the Member over a four (4) year period in (N)
 equal amounts for each year the service is continued. (N)
 If the service is discontinued for a period of sixty (60) days, or should the mobile (N)
 home be removed and another not take its place within sixty (60) days or be (N)
 replaced by a permanent structure, the remainder of the advance shall be (N)
 forfeited. (N)
 2. No refunds shall be made to any Member who did not make the advance (N)
 originally. (N)
 3. For extensions beyond one thousand (1,000) feet from the nearest distribution facility, (N)
 JPEC may charge, in addition to the charges and refunds listed in Item 35, Section D (N)
 above, an advance equal to the reasonable costs incurred by it for that portion of the (N)
 service. Beyond one thousand (1,000) feet the extension shall conform to Item (34). (N)

DATE OF ISSUE _____ Month / Date / Year

DATE EFFECTIVE _____ Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____



FOR Jackson Purchase Energy Corp.
Entire Territory Served
Community, Town or City

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____

RULES AND REGULATIONS

New Sections 29 through 41

- F. Section B, above and shall conform to 807 KAR 5:041 Section 11. (N)
- G. The Member requesting service may clear right-of-way for initial installation, to JPEC specifications, inspections and approval, in order to reduce cost. (N)
- H. All mobile homes not on a foundation and/or not connected to sanitary sewer, septic system or disposal field shall be considered in a readily removable condition and will be considered as a temporary service. (N)
- I. Mobile homes which are located in an established Mobile Home park or placed on a permanent foundation, with the transport equipment removed (axe(s) and tongue), and connected to a sanitary sewer system, septic tank or disposal field as required by the Commonwealth of Kentucky, shall be considered as a permanent home. (N)

(36) EXTENSION OF UNDERGROUND SERVICE AND PRIMARY

JPEC will extend underground electric distribution systems for all new Members and subdivisions in accordance with Kentucky Public Service Commission Regulation 807 KAR 5:041, Section 21 and the following conditions and terms:

- A. Right of Way and Easements: Applicant/Member shall furnish suitable right of way and easements for JPEC's underground facilities. Applicant/Member shall perform such services as necessary to facilitate construction and accessibility by JPEC to area, including approximation of final grade. (N)
- B. Land Rights: Suitable land rights shall be granted to JPEC, obligating the applicant and any subsequent property owners to provide continuing access to JPEC for the operations, maintenance and/or replacement of its facilities and to prevent any encroachments upon JPEC's easement or any substantial change in grade or elevation. (N)
- C. Contractual Agreements: Individual contractual agreements may be required with respect to individual service applications, including but not limited to subdivisions, commercial or business services or unusual cases. (N)
- D. Underground Cost Differential Charge: Applicants/Members shall not be required to pay a non-refundable "cost differential charge" for underground services when the terms and conditions specified below are met. (N)

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

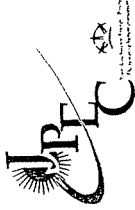
Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City _____

P.S.C. KY NO. _____

SHEET NO. _____

CANCELLING P.S.C. KY NO. _____

SHEET NO. _____



RULES AND REGULATIONS

New Sections 29 through 41

- E. *Primary Extensions*: Applicant/Member shall install a suitable conduit system for the installation by JPEC of its primary cables. The conduit system may include: (N)
1. Electric grade conduit as specified by JPEC. (N)
 2. Long radius elbows or bends shall be required. The maximum number of bends in any single run of conduit shall be limited to the equivalent of three (3) ninety degree (90°) bends. (N)
 3. JPEC furnished equipment, such as vaults or pull boxes. (N)
 4. Pull string of sufficient strength to allow JPEC to install the necessary pulling rope. (N)
 5. JPEC will provide the riser and any junction or pull vaults. The conduit system shall be installed to meet all applicable codes and regulations and JPEC specifications. JPEC reserves the right to inspect any conduit system during installation and prior to backfilling of trench(es) by Applicant/Member. JPEC shall not accept an Applicant/Member installed conduit system unless inspection was made by JPEC prior to backfilling any trench. (N)
 6. Upon acceptance of the conduit system by JPEC, JPEC shall assume ownership, liability, and future maintenance of the conduit system. (N)
- F. *Secondary or Service Extensions*: Applicant/Member shall install a suitable conduit system for the installation by JPEC of its secondary/service cables. The conduit system may include: (N)
1. Electric grade conduit as specified by JPEC. (N)
 2. Standard radius elbows and bends shall be required. The maximum number of bends in any single run of conduit shall be limited to the equivalent of three (3) ninety degree (90°) bends. (N)
 3. Pull string of sufficient strength to allow JPEC to install the necessary pulling rope. (N)
 4. JPEC will provide the riser and any secondary junction or pull vaults or enclosures. The conduit system shall be installed to meet any applicable codes and regulations and JPEC specifications. JPEC reserves the right to inspect any conduit system during installation and prior to backfilling of trench by (N)

DATE OF ISSUE _____
Month / Date / Year

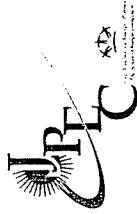
DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____



Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____
SHEET NO. _____

CANCELLING P.S.C. KY NO. _____
SHEET NO. _____

RULES AND REGULATIONS

New Sections 29 through 41

- (N) Applicant/Member. JPEC shall not accept an Applicant/Member installed conduit system unless inspection was made by JPEC prior to backfilling any trench. (N)
- (N) Upon acceptance of the conduit system by JPEC, JPEC shall assume ownership, liability, and future maintenance of the conduit system. (N)
5. *Subdivisions* - Each subdivision will be evaluated to determine the necessary facilities to be installed. The subdivision developer or Member will be required to comply with the Primary Extension and Secondary or Service Extensions requirements as defined above. (N)
- G. *Overhead to Underground* - When an existing Member requests underground facilities and is currently served with adequate overhead facilities, the entire cost of the requested change from overhead to underground shall be borne by the Member as a non-refundable contribution-in-aid of construction prior to the beginning of such conversion. JPEC shall provide an estimate to the Member of the expected cost. The cost shall include: (N)
1. Labor, materials and applicable overhead for the new underground installation. (N)
 2. Labor and applicable overhead for the removal of the existing overhead facilities. (N)
 3. Less the value of any reusable materials removed. (N)
- (N) The total cost of the conversion shall be deposited by the Member based on the estimated cost of the total conversion. When construction is completed, the Member shall be billed for the actual cost of construction based on the average cost per foot of the total conversion, and credit for advance payment shall be given. (N)
- (N) All other terms and conditions specifically set forth in Section 36 and any other terms and conditions within these Rules and Regulations shall apply. (N)

(37) CONNECTION OR RECONNECTION OF SERVICE

JPEC shall charge a fee in accordance with the non-recurring tariff as approved by JPEC's Board of Directors and Kentucky Public Service Commission to cover costs for a Member to connect or reconnect service during regularly scheduled hours. This charge offsets time spent by JPEC in

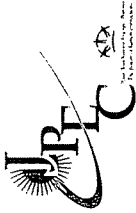
DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____



FOR _____ Jackson Purchase Energy Corp.
 Entire Territory Served
 Community, Town or City

P.S.C. KY NO. _____ SHEET NO. _____

CANCELLING P.S.C. KY NO. _____ SHEET NO. _____

RULES AND REGULATIONS

New Sections 29 through 41

(N) dispatching personnel to the meter location. If a Member requests to be connected or (N)
 (N) reconnected at a time outside regularly scheduled hours, an after hours fee in accordance with (N)
 (N) the non-recurring tariff as approved by JPEC's Board of Directors and Kentucky Public Service (N)
 (N) Commission shall be made. The after hour charge shall be in lieu of the regular scheduled fee. (N)
 (N)
 (N) Should a service disconnected for non-payment require reconnection at the transformer, the (N)
 (N) Member may be levied actual JPEC incurred costs including overhead charges. (N)
 (N)

(38) RETURNED CHECKS

(N) Checks returned to JPEC by the bank which are marked "insufficient funds," "no account," etc. (N)
 (N) will not be regarded as a payment. Postdated checks will not be accepted by JPEC as a payment (N)
 (N) of any account. (N)
 (N)
 (N) Upon receiving a returned check from the bank, a letter shall be prepared and mailed to the (N)
 (N) Member stating that such check has been returned to JPEC, and that the account is still due and (N)
 (N) payable in addition to a returned check charge fee, billed in accordance with the non-recurring (N)
 (N) tariff as approved by JPEC's Board of Directors and the Kentucky Public Service Commission, for (N)
 (N) handling the returned check. If reimbursement is made by the Member for such check prior to (N)
 (N) the delinquent date, then the net charge will prevail. However, if reimbursement by the Member (N)
 (N) to JPEC is made following the delinquent date, the gross charges shall apply. (N)
 (N)
 (N) In the event a collection agent is dispatched to effect collection of such returned check, then the (N)
 (N) same charges and procedures listed under Section 31, REFUSAL OR TERMINATION OF SERVICE, (N)
 (N) shall apply. (N)

(39) MONITORING OF MEMBER USAGE

(N) JPEC will monitor the usage of each Member according to the following procedure: (N)
 (N)

DATE OF ISSUE _____ Month / Date / Year

DATE EFFECTIVE _____ Month / Date / Year

ISSUED BY _____
 (Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
 IN CASE NO. _____ DATED _____

Jackson Purchase Energy Corp.
Entire Territory Served
FOR _____
Community, Town or City

P.S.C. KY NO. _____
SHEET NO. _____

CANCELLING P.S.C. KY NO. _____
SHEET NO. _____



RULES AND REGULATIONS

New Sections 29 through 41

- A. JPEC will monitor the consumption of its Members each month. (N)
- B. If the current month's consumption is approximately the same or if any difference is known to unique circumstance, such as unusual weather conditions common to all Members, or if the Member's previous month's consumption has been estimated, no further review will be done. (N)
- C. If the monthly consumption differs by two hundred (200) percent higher or fifty (50) percent lower than the previous month's consumption and cannot be attributed to a readily identified common cause, JPEC will compare the Member's consumption records for the twelve (12) month period with the same months of the preceding year. (N)
- D. If the cause for the deviation in consumption cannot be determined from analysis of Member's meter reading and billing records, JPEC will contact the Member to determine whether there have been changes such as different number of household members, additional and different appliances, any problems with the heating or cooling unit(s) or other reasons for the deviation in consumption. (N)
- E. Where the deviation is not otherwise explained, JPEC will test the Member's meter to determine whether it shows an average error greater than two (2) percent fast or slow. (N)
- F. JPEC will notify the Member of the investigation, its findings, and any returns or back billing in accordance with 807 KAR 5:006, Section 10 (4) and (5). (N)
- G. In addition to the monthly monitoring, JPEC will immediately investigate deviations in consumption brought to its attention as a result of its on-going meter reading or billing process or Member inquiry. (N)

(40) JOINT USE AND ATTACHMENTS

Occasionally, it becomes necessary or advantageous for JPEC and other entities to occupy the same pole line. Where it is more advantageous to build jointly, an agreement shall be prepared and executed by the parties involved fixing the rental payments, terms and conditions of the joint facilities. (N)

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

Jackson Purchase Energy, Corp.
FOR _____
Entire Territory Served
Community, Town or City

P.S.C. KY NO. _____
SHEET NO. _____

CANCELLING P.S.C. KY NO. _____
SHEET NO. _____



RULES AND REGULATIONS

New Sections 29 through 41

No Member's or third party's equipment shall be permitted on JPEC's poles except the authorized joint-use attachments as referenced above. (N)
(N)
(N)
(N)
(N)
(N)
(N)
(N)
(N)
(N)
(N)

(41) COMPLAINTS

Upon complaint to JPEC by a Member either at its office or in writing, JPEC shall make a prompt and complete investigation and advise the complainant thereof. JPEC shall keep a record of all such complaints concerning its service which shall show the name and address of the complainant, the date and nature of the complaint and the adjustment or disposition thereof. (N)

The sections above are all new and included in JPEC's proposed Rules and Regulations.

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____



Exhibit F

Member Notice of Filing Application

Official Notice

Jackson Purchase Energy Corporation with its principal office at 2900 Irvin Cobb Drive, P.O. Box 4030, Paducah, Kentucky, 42002-4030 intends to file with the Kentucky Public Service Commission in Case No. 2007-00116 an application to adjust its retail rates and charges. This adjustment will result in a general rate increase to the member-consumers of Jackson Purchase Energy Corporation.

The rates proposed in this application are the rates proposed by Jackson Purchase Energy Corporation. However, the Kentucky Public Service Commission may order rates to be charged that differ from these proposed rates. Such action may result in rates for consumer other than the rates in this application.

Any corporation, association, body politic or person may by motion within thirty (30) days after publication or mailing of notice of the proposed rate changes request leave to intervene. The motion shall be submitted to the Kentucky Public Service Commission, 211 Sower Boulevard, P.O. Box 615, Frankfort, Kentucky 40602, and shall set forth the grounds for the request including the status and interest of the party. A copy of the application and testimony shall be available for public inspection at Jackson Purchase Energy Corporation's offices.

Jackson Purchase Energy Corporation's last general rate adjustment was effective in 1998, almost 10 years ago. The time has come to adjust the rates, and this process began by having an extensive cost of service study on each rate classification. The proposed amount and percent of increase, based on the study, are listed below:

<u>Rate Class</u>	<u>Increase</u>	
	<u>Dollar</u>	<u>Percent</u>
Schedule R Residential	\$2,242,079	9.25%
Schedule C-1 (formerly Schedule C) Small Commercial Single Phase	\$167,900	9.95%
Schedule C-3 (formerly Schedule ND) Small Commercial Three Phase	\$20,011	6.47%
Schedule D Commercial and Industrial Demand Less Than 3,000KW	\$870,428	9.31%
Schedule I-E (formerly Schedule I) Large Commercial and Industrial – Existing	\$164,825	9.55%
Schedule OL Outdoor Lighting	\$88,540	10.17%

The effects of the proposed rates on the average monthly bill by rate class are listed below:

<u>Rate Class</u>	<u>Increase</u>	
	<u>Dollar</u>	<u>Percent</u>
Schedule R Residential	\$8.50	10.87%
Schedule C-1 (formerly Schedule C) Small Commercial Single Phase	\$8.04	11.74%
Schedule C-3 (formerly Schedule ND) Small Commercial Three Phase	\$12.03	8.47%
Schedule D Commercial and Industrial Demand Less Than 3,000 KW	\$61.79	5.45%
Schedule I-E (formerly Schedule I) Large Commercial and Industrial – Existing	\$4,809.31	12.18%
Schedule OL (formerly Schedule CSL & OL) Outdoor Lighting		
175 W MV	\$0.80	11.89%
100 W HPS	\$0.80	11.89%
250 W HPS Flood	\$1.13	11.98%
250 W HPS	\$1.07	11.98%
175 W Metal Halide	\$1.35	11.93%
400 W Metal Halide	\$1.91	12.01%
400 W MV	\$1.20	11.98%
1000 W Metal Halide	\$2.68	11.99%

The present and proposed monthly rate structure of Jackson Purchase Energy Corporation is listed below:

<u>Rate Class</u>	<u>Rates</u>	
	<u>Present</u>	<u>Proposed</u>
Schedule R Residential		
Facility Charge	\$7.00	\$9.00
Energy Charge per KWH	\$0.05729	\$0.06252
Schedule C-1 Small Commercial Single Phase (formerly Schedule C)		
Facility Charge	\$7.00	\$10.00
Energy Charge per KWH	\$0.05833	\$0.06365

Schedule C-3 Small Commercial Three Phase (formerly Schedule ND)		
Facility Charge	\$15.00	\$18.00
Energy Charge per KWH	\$0.05983	\$0.05980
Schedule D Commercial and Industrial less than 3,000 KW		
Facility Charge	\$25.00	\$35.00
Energy Charge		
First 200 KWH/KW	\$0.03757	\$0.03422
Next 200 KWH/KW	\$0.03027	\$0.02692
Next 200 KWH/KW	\$0.02657	\$0.02321
Over 600 KWH/KW	\$0.02297	\$0.01961
Demand Charge per KW	\$4.95	\$6.50
Schedule I-E Large Commercial and Industrial – Existing (formerly Schedule I)		
Service Charge	\$0.00	\$300.00
Energy Charge per KWH	\$0.015452	\$0.017350
Demand		
First 3,000 per KW	\$10.48	\$11.50
Remaining per KW	\$10.48	\$11.50
Schedule L Large Commercial and Industrial – New		
Service Charge	NA	\$300.00
Energy Charge per KWH	NA	\$0.017350
Demand		
First 3,000 per KW	NA	\$11.30
Remaining per KW	NA	\$11.30
Schedule OL Outdoor Lighting (formerly Schedule CSL & OL)		
Street Lights		
175 MV Street Light	By Contract	\$7.53
400 MV Street Light	By Contract	\$11.22
100 W HPS Street Light	By Contract	\$7.53
Energy Charge per KWH	\$0.03377	
Security Lights		
175 W MV	\$6.73	\$7.53
100 W HPS	\$6.73	\$7.53
250 W HPS Flood	\$9.43	\$10.56
250 W HPS	\$8.93	\$10.00
175 W Metal Halide	\$11.32	\$12.67
400 W Metal Halide	\$15.91	\$17.82
400 W MV	\$10.02	\$11.22
1000 W Metal Halide	\$22.36	\$25.04

Additionally, various amended or new regulatory and operating tariffs will be proposed as part of Jackson Purchase Energy Corporation's application for a general rate adjustment. These tariffs may, or may not, affect rates or services to your home, farm or business. The Kentucky Public Service Commission may order that the proposed amended or new regulatory and operating tariffs be approved in a manner which differs from those proposed in the application. Such action may affect rates or services to your home, farm or business.

Any corporation, association, body politic or person may, at no charge, obtain a full and complete copy of the aforesaid proposed amended or new regulatory and operating tariffs by requesting same at the offices of Jackson Purchase Energy Corporation, at the address set forth above, or by sending the following coupon via U.S. mail to the aforesaid offices of the Corporation. Any person may also view the proposed amended or new regulatory and operating tariffs by visiting the corporation's website at www.jpenergy.com.

COUPON

The undersigned hereby requests that Jackson Purchase Energy Corporation forthwith send to me by U.S. mail, at no charge to me, a full and complete copy of the proposed amended or new regulatory and operating tariffs which the Corporation has submitted, or intends to submit, to the Kentucky Public Service Commission as a part of its application for a general rate adjustment.

Name

Address

Date: _____

95944

000225