Steven L. Beshear Governor

Robert D. Vance, Secretary Environmental and Public Protection Cabinet

Timothy J. LeDonne Commissioner Department of Public Protection

Honorable Charles A. Lile Senior Corporate Counsel East Kentucky Power Cooperative, Inc. 4775 Lexington Road P. O. Box 707 Winchester, KY 40392-0707



Commonwealth of Kentucky Public Service Commission 211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

January 10, 2008

Mark David Goss Chairman

> John W. Clay Vice Chairman

Caroline Pitt Clark Commissioner

RE: Case No. 2007-00553

We enclose one attested copy of the Commission's Order in the above case.

Sincerely,

Just a amite

Robert A. Amato Deputy Executive Director

RAA/tw Enclosure

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COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

EAST KENTUCKY POWER COOPERATIVE) INC.'S FILING TO RESUME THE DEMAND-) SIDE MANAGEMENT DEMONSTRATION) PROJECT FOR DIRECT LOAD CONTROL OF) WATER HEATERS AND AIR CONDITIONERS)

CASE NO. 2007-00553

ORDER

On December 20, 2007, East Kentucky Power Cooperative, Inc. ("EKPC") filed an application requesting a resumption of the demand-side management ("DSM") demonstration project, Direct Load Control of Water Heaters and Air Conditioners. The DSM demonstration project programs were originally approved by the Commission in Case No. 2006-00048.¹ EKPC's proposed revised tariff provides for an effective date of January 20, 2008.

Based on a review of the application, the proposed revised tariff and being otherwise sufficiently advised, the Commission finds that an investigation of the application is necessary to determine its reasonableness and that such investigation cannot be concluded prior to the effective date. Consequently, pursuant to KRS 278.190(2), the Commission will suspend the effective date of the new rates for 5 months.

¹ Case No. 2006-00048, Request of East Kentucky Power Cooperative, Inc. for a Determination of the Reasonableness of a New Demand-Side Management Program, Direct Load Control of Water Heaters and Air Conditioners (Ky. PSC, April 18, 2006).

IT IS THEREFORE ORDERED that EKPC's proposed revised tariff resuming its DSM demonstration project, Direct Load Control of Water Heaters and Air Conditions, is suspended for a period of 5 months from January 20, 2008 up to and including June 19, 2008.

Done at Frankfort, Kentucky, this 10th day of January, 2008.

By the Commission

ATTEST:

1. Umat

Deputy Executive Director