For Entire Territory Served

P.S.C. No. 5

1st Revised Sheet No. 5

Cancelling P.S.C. No. 5

Original Sheet No. 5

Owen County Rural Electric Cooperative Corporation
Name of Issuing Corporation

RULES AND REGULATIONS

1. SCOPE

This schedule of rules and regulations is hereby made a part of all contracts for electric service received from Owen County Rural Electric Cooperative Corporation, hereinafter referred to as the Cooperative, and applies to all service received, whether such service is based upon a contract, agreement, signed application or otherwise. No employee or director of the Cooperative is permitted to make an exception to rates and rules. Regulations are on file in the Cooperative's office and can be obtained there or from Cooperative personnel. All rules and regulations shall be in effect so long as they do not conflict with Public Service [Energy Regulatory] Commission Rules and Regulations.

2. REVISIONS

These Rules and Regulations may be revised, amended, supplemented, or otherwise changed from time to time after approval by Owen County Rural Electric Cooperative Corporation's Board of Directors and the Public Service [Energy Regulatory] Commission. Such changes, when effective, shall have the same force as the present Rules and Regulations. The Member shall be informed of any changes as soon as possible, after adoption by the Board of Directors, through the Cooperative's monthly Newsletter or direct mailing.

3. SERVICE AREA

The Cooperative furnishes power supplied in portions of Owen, Grant, Pendleton, Gallatin, Scott, Boone, Kenton, Campbell and Carroll Counties.

4. AVAILABILITY

Available to all Members of the Cooperative for all farm and home, commercial, and industrial uses, subject to its established rules and regulations. Approval of the Cooperative must be obtained prior to installation of any motor having a rated capacity of five (5) horsepower or more.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE JUL 01 1987 PURSUANT TO 807 KAR 5:011, SECTION 9 (1) BY: J. Geoghegan

DATE OF ISSUE May 28, 1987 (Mo/Day/Year) DATE EFFECTIVE July 1, 1987

ISSUED BY: Frank G. Downing (Name of Officer) TITLE General Manager

ADDRESS: 510 Georgetown Road, Owenton, Kentucky 40359

C 11-92

Owen County Rural Electric Cooperative Corporation
Name of Issuing Corporation

RULES AND REGULATIONS

5. AVAILABILITY OF SERVICE TO DELINQUENT MEMBERS

(T) If an application is received from a person residing with a delinquent member at the premises where power 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. If the application is accepted before the facts are established, the membership of the agent applicant will be cancelled and the deposit, if any, applied to the delinquent member's account.

6. RIGHT OF ACCESS

Each member shall, at the time of application, provide the Cooperative with permits or shall sign right-of-way easements furnished by said Cooperative. The Cooperative shall at all reasonable hours have access to meters, service connections, and other property owned by it and located on the Consumer'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 therefrom its electrical distribution system, new or existing lines, wires, poles, anchors and other necessary or appurtenant parts.

Any employee of the Cooperative whose duties require him to enter the customer's premises shall wear a distinguishing uniform or insignia, identifying him as an employee of the Cooperative, or carry on his/her person a badge or other identification which will identify him as an employee of the Cooperative, the same to be shown upon request.

7. NO PREJUDICE OF RIGHTS

Failure by the Cooperative to enforce any of the terms of this tariff shall not be deemed as a waiver of the right to do so.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE APR 1 1989 PURSUANT TO 807 KAR 5:011, SECTION 9 (1) BY: George L. Lee PUBLIC SERVICE COMMISSION MANAGER

DATE OF ISSUE 1/30/89 (Mo/Day/Year) DATE EFFECTIVE 4/1/89

ISSUED BY: Frank H. Lewis (Name of Officer) TITLE General Manager

ADDRESS: 510 Georgetown Road, Owenton, Kentucky 40359

C11-92

For Entire Territory Served

E.R.C. No. 5

Original Sheet No. 7

Owen County Rural Electric Cooperative Corporation

Cancelling E.R.C. No. 5100

Name of Issuing Corporation

Sheet No.

RULES AND REGULATIONS

8. APPLICATION FOR ELECTRIC SERVICE

Each prospective member and/or spouse desiring electric service will be required to sign the Cooperative's form of "Application for Membership and Electric Service" before service is supplied by the Cooperative. Also, where applicable, the prospective consumer must sign a contract pertaining to their particular service. The prospective consumer must provide the Cooperative with all necessary permits and fully executed Right-of-Way Easements. At the time of application for service, the consumer must also furnish his/her Social Security Number, Phone Number, Permanent Address, Place of Employment and Name of Spouse.

9. MEMBERSHIP FEE

Each prospective member shall pay the membership fee of twenty-five ($25.00) dollars before or at the time service is supplied. The membership fee will be refunded if all bills are paid, or applied against any unpaid bills of the member at the time service is discontinued, which will automatically terminate the membership.

10. CONTINUITY OF SERVICE

The Cooperative shall use reasonable diligence to provide a constant and uninterrupted supply of electrical power and energy, but if such a supply should fail or be interrupted or become defective through an act of God, or the public enemy, or by accident, strikes or labor troubles, or by action of the elements or by inability to secure Right(s)-of-Way Easements, or other permits needed, or for any other cause beyond the reasonable control of the Cooperative, the Cooperative shall not be liable.

APPROVED
Energy Regulatory Commission
APR 21 1980
By S Redmond
ENERGY AND TREES

11. NON-STANDARD SERVICE

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

DATE OF ISSUE April 1, 1980 (Mo/Day/Year)

DATE EFFECTIVE April 1, 1980 (Mo/Day/Year)

ISSUED BY Frank K. Downing (Name of Officer)

TITLE General Manager

Address 510 Georgetown Road, Owenton, Kentucky 40359

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RULES AND REGULATIONS

12. BILLING

The Cooperative's billing period is on a monthly basis and shall be flexible so as to allow various billing cycles based upon the date of the monthly meter reading. Each month, the Cooperative shall render an electric service statement to each consumer for approximately thirty days of service. The consumer shall pay the net amount of bill within ten days of the date bill was rendered. If payment is not received by the Cooperative within fifteen days of the date bill was rendered, the gross amount (as defined in the Rate Schedule) shall be due. Failure to receive the bill will not release the consumer from payment obligation; (also see # 21, Discontinuance of Service, and # 35, Collection of Delinquent Accounts).

PUBLIC SERVICE COMMISSION OF KENTUCKY
APR 1 1989
PURSUANT TO 807 KAR 5:011, SECTION 9 (1)
BY [signature]
PUBLIC SERVICE COMMISSION MANAGER

13. DEPOSITS

A deposit or suitable guarantee approximately equal to two times the average monthly bill may be required of any member before service is supplied, if the Cooperative deems it necessary to insure payment for the service it will render. Upon termination of service, the deposit may be applied against unpaid bills of the member and if any balance remains after such application is made, said balance is to be refunded to the member.

Interest shall be computed on said deposits at the rate of six percent annually. Said interest may be applied against unpaid bills of the member and any balance remaining after such application shall be refunded to the member.

14. LEVELIZED BILLING

(T) Levelized billing is available to residential consumers who have been receiving service at their present location (primary residence) for a minimum of twelve months. Qualified consumers may be placed on or removed from this plan in any month of the year. This is a continuous plan and there is no account settlement (catch-up) month. Monthly payments are based on average kilowatt hour usage for the past twelve months. Bills

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Owen County Rural Electric Cooperative Corporation
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RULES AND REGULATIONS

14. LEVELIZED BILLING (Continued)

may fluctuate each month, according to how the current monthly bill affects the average. Failure to pay the exact amount by the due date each month will result in removal of this account from levelized billing program.

During months when the usage is the lowest, monthly payments will be larger than the actual usage and a credit will accumulate. During months of higher usage, payments will be smaller than actual usage and debits will accumulate. At the time of disconnect or removal of the account from this plan, all accumulated debits shall become due and payable or any credits accumulated shall be refunded or credited to the account.

The Cooperative may cancel a consumer's levelized account for delinquency (untimely payment), or non-payment (returned checks or no payment), or failure to pay the exact amount of the bill.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE APR 1 1989 PURSUANT TO 807 KAR 5:011, SECTION 9 (1) BY: PUBLIC SERVICE COMMISSION MANAGER

15. PARTIAL PAYMENT PLAN

Consumers who are unable to pay their bills may come to the office during regular office hours and make arrangements for a partial payment plan and retention of service. The consumer must appear in person prior to time serviceman has arrived at the consumer's premises for collection of his bill or disconnection of his service.

The agreement must be in writing and be signed by the consumer. The minimum amount that the consumer will be allowed to pay and retain service is one-third of the amount due or $200.00, whichever is less, which must be paid at the time the agreement is made. The remainder of his past-due account may be paid by equal monthly installments over a period of time not to exceed six months from the date the agreement is made, or October 15, whichever is later. However, the consumer will be allowed to make a greater initial payment and pay the balance in less than six months' period. In addition to the monthly installment for the past-due amount, the consumer must also pay the current month's bill.

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Owen County Rural Electric Cooperative Corporation
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RULES AND REGULATIONS

16. LOCATION OF METERS

Meters shall be easily accessible for reading, testing, and making necessary adjustments and repairs and shall be located at site designated by Owen County R.E.C.C. personnel.

17. SEASONAL SERVICE CONNECTS AND DISCONNECTS

A Service charge will be made for all seasonal connects or disconnects made under 807 KAR 5:006, Section 10 [50:015, Section 10 (2)]. Service charge for connect or disconnect made during normal working hours - $20.00; service charge for connect or disconnect made after normal working hours - $50.00. This shall apply to such seasonal accounts as barns and camps.

18. CONSUMER'S RESPONSIBILITY

All meters, service connections and other equipment furnished by the Cooperative shall be and remain the property of the Cooperative. The member shall exercise proper care to protect the property of the Cooperative on its premises and in the event of loss or damage to the Cooperative's property arising from neglect of the Member to care for same, the cost of the necessary repairs or replacements shall be paid by the Member.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

JUL 01 1987

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: J. Geoghegan

DATE OF ISSUE May 28, 1987 (Mo/Day/Year) DATE EFFECTIVE July 1, 1987

ISSUED BY: Frank G. Downing (Name of Officer) TITLE General Manager

ADDRESS: 510 Georgetown Road, Owenton, Kentucky 40359

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For Entire Territory Served

E.R.C. No. 5

Original Sheet No. 11

Cancelling E.R.C. No. 5100

Sheet No.

Owen County Rural Electric Cooperative Corporation

Name of Issuing Corporation

RULES AND REGULATIONS

19. TAMPERING

If the meters or other property belonging to the Cooperative are tampered or interfered with, the consumer being supplied through such equipment shall pay the amount which the Cooperative may estimate is due for service rendered, but not registered on the Cooperative's meter and for such replacement and repairs as are necessary, as well as for costs of inspection, investigation and protective installations.

20. NOTICE OF TROUBLE

Consumer shall give immediate notice at the office of the Cooperative of any interruption or irregularities or unsatisfactory service and of any defects known to the Consumer.

The Cooperative may, as it deems necessary, suspend supply of electrical energy to any consumer or consumers for the purpose of making repairs, changes or improvements upon any part of its system.

21. DISCONTINUANCE AND REFUSAL OF SERVICE

Any member desiring service discontinued or changed from one address to another shall give the Cooperative three (3) days' notice in person or writing, provided such notice does not violate contractual obligations.

The Cooperative may refuse or discontinue to serve an applicant or customer under the following conditions:

CHECKED
Energy Regulatory Commission
APR 21 1980
by B Richmond
RATES AND TARIFFS

DATE OF ISSUE April 1, 1980 (Mo/Day/Year) DATE EFFECTIVE April 1, 1980 (Mo/Day/Year)

ISSUED BY Frank Robinson (Name of Officer) TITLE General Manager

Address 510 Georgetown Road, Owenton, Kentucky 40359

C11-92

For Entire Territory Served

P.S.C. No. 5

1st Revised Sheet No. 12

Cancelling P.S.C. No. 5

Original Sheet No. 12

Owen County Rural Electric Cooperative Corporation
Name of Issuing Corporation

RULES AND REGULATIONS

21. DISCONTINUANCE AND REFUSAL OF SERVICE (Continued)

A. For noncompliance with its rules and regulations. However, the Cooperative shall not discontinue or refuse service to any customer or applicant for violation of its rules and regulations without first having made reasonable effort to induce the customer or applicant to comply with the rules and regulations as filed with the Public Service [Energy Regulatory] Commission. After such effort on the part of the Cooperative, service may be disconnected or refused only after the Member shall have been given at least ten (10) days written notice of such intention, mailed to his/her last known address or delivered to an adult member of his/her household.

B. When a dangerous condition is found to exist on the Member's or Applicant's premises, the service shall be discontinued without notice or refused, provided that the Cooperative notify the customer or applicant immediately of the reasons for the discontinuance or refusal and the corrective action to be taken by them before service can be installed or restored.

C. When a customer or applicant refuses or neglects to provide reasonable access to the premises for the purposes of installation, operation, meter reading, maintenance or removal of the Cooperative's property, the Cooperative may discontinue or refuse service only after the customer or applicant shall have been given at least fifteen (15) days written notice of such intention.

D. The Cooperative shall not furnish service to any applicant when such applicant is indebted to the Cooperative for service furnished until such applicant shall have paid such indebtedness, except as provided by F. below.

E. The Cooperative may refuse or discontinue service to a Member or Applicant if the customer or applicant does not comply with State, Municipal, or other codes, rules and regulations applying to such service.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE JUL 01 1987 PURSUANT TO 807 KAR 5:011, SECTION 9 (1) BY: J. Geoghegan

DATE OF ISSUE May 28, 1987 (Mo/Day/Year) DATE EFFECTIVE July 1, 1987

ISSUED BY: Frank G. Dockery (Name of Officer) TITLE General Manager

ADDRESS: 510 Georgetown Road, Owenton, Kentucky 40359

C 11-92

Owen County Rural Electric Cooperative Corporation
Name of Issuing Corporation

RULES AND REGULATIONS

21. DISCONTINUANCE AND REFUSAL OF SERVICE (Continued)

F. THE COOPERATIVE MAY DISCONTINUE SERVICE UNDER THE FOLLOWING CONDITIONS:

For non-payment of bills. However, the Cooperative shall not discontinue service to any member for non-payment of bills (including delayed charges) without first having made reasonable effort to induce the Member to pay same. The customer shall be given at least ten (10) days written notice, but the cut-off shall not be effective for twenty-seven (27) days after the mailing date of the original bill. Such termination notice shall be exclusive of and separate from the original bill. If, prior to discontinuance of service, there is delivered to the Cooperative office, or to its employees empowered to discontinue service, payment of the amount in arrears, the discontinuance of service shall not be made, or where a written certificate is filed, signed by a physician, a registered nurse, or a public health officer, stating that in the opinion of the person making the certification, discontinuance of service will aggravate an existing illness or infirmity on the affected premises, service shall not be discontinued until the affected resident can make other living arrangements or until thirty (30) days elapse from the time of the Cooperative's notification to the Member in writing of the existence of local, state and federal programs providing for the payment of the Cooperative bills under certain conditions and of the offices to contact for such possible assistance. The written notice for any discontinuance of service shall advise the customer of his rights and his rights to dispute the reasons for such discontinuance. Service shall not be discontinued when the member and the Cooperative have reached agreement on a partial payment plan pursuant to Section 15 above, and member is meeting the requirements of the plan.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE JUL 01 1987 PURSUANT TO 807 KAR 5:011, SECTION 9 (1) BY: J. Deaghegan

22. INTERRUPTION OF SERVICE

The Cooperative shall use reasonable diligence to provide a regular and uninterrupted supply of current, but in case the supply of current should be interrupted or disturbed for any cause, the Cooperative shall not be liable for damage resulting therefrom.

DATE OF ISSUE May 28, 1987 (Mo/Day/Year) DATE EFFECTIVE July 1, 1987

ISSUED BY: Frank G. Deaning (Name of Officer) TITLE General Manager

ADDRESS: 510 Georgetown Road, Owenton, Kentucky 40359

C 11-92

RULES AND REGULATIONS

23. PRIMARY METERING

At any time the Cooperative finds it is more desirable, it may at its own option and expense, install primary metering equipment. The Consumer will own and operate all facilities past the metering point.

24. INSPECTIONS

In keeping with 815 KAR 7:020 (16b), Owen County Rural Electric Cooperative Corporation shall not initiate new permanent electric service until the required certificate of approval has been issued by a certified electrical inspector if required by local or State government. This regulation shall remain in effect until a certified electrical inspector has been employed or contracted for by local government pursuant to KRS 198B.060.

25. TEMPORARY SERVICE

A member or customer requesting temporary service may be required to pay all cost of construction, removing, connecting and disconnecting service. Facilities that are temporary in nature such as for construction contractors, sawmills, oil wells, carnivals, fairs, camp meetings, etc., will be provided to consumers makin 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 the Cooperative) for estimated KWH usage.

Upon termination of temporary service, the payment paid on estimated usage will be adjusted to actual usage and either a refund or additional billing will be issue to such temporary member or customer.

EFFECTIVE
Energy Regulatory Commission
APR 21 1980
by B Richmond
RATES AND TARIFFS

26. CONSUMER'S LIABILITY

The consumer shall assume full responsibility for service upon his premises at and from the point of delivery thereof, and for wires, apparatus, devices, and appurtenances thereon used in connection with service. Consumer shall indemnif save harmless and defend the Cooperative against all claims, demands, cost or ex pense for loss, damage or injury to persons or property in any manner directly o

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Owen County Rural Electric Cooperative Corporation
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RULES AND REGULATIONS

26. CONSUMER'S LIABILITY (Continued)

indirectly arising from, connected with, or growing out of the transmission or use of current by consumer at or on the consumer's side of point of delivery.

27. PROTECTION OF THE COOPERATIVE EQUIPMENT

The consumer shall protect the equipment of the Cooperative on his premises and shall not interfere with or alter or permit interference with or alteration of the Cooperative's meter or other property except by duly authorized representatives of the Cooperative.

For any loss or damage to the property of the Cooperative due to or caused by or arising from carelessness, neglect, vandalism, or misuses by the Consumer or other unauthorized persons, the cost of the necessary replacement and repairs shall be paid for by the Consumer.

28. POINT OF DELIVERY

The point of delivery is the point as designated by the Cooperative on Member's premises where current is to be delivered to building or premises; namely, the point of attachment. A member requesting a delivery point different from the one designated by the Cooperative will be required to pay the additional cost of providing the service at such delivery point. All wiring and equipment beyond this point of delivery shall be supplied and maintained by the member.

29. RESALE OF POWER BY MEMBERS

All purchased electric service used on the premises of the member shall be supplied exclusively by the Cooperative, and the Member shall not directly or indirectly sell, sublet, or otherwise dispose of the electric service or any part thereof, except by written contract approved by the Board of Directors of this Cooperative.

CHECKED
Energy Regulatory Commission
APR 21 1980
by S Lechmond
RATES AND TARIFFS

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Owen County Rural Electric Cooperative Corporation
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RULES AND REGULATIONS

30. SERVICES PERFORMED FOR MEMBERS

The Cooperative's personnel shall not while on duty make repairs or perform service to the members' equipment or property except, in cases of emergency or to protect public or member's person or property. When such emergency services are performed, the member shall be charged for such service(s) at the rate of time and material used.

31. METER BASES

Each member shall provide his or her own meter base.

32. METER READING

(C) The Cooperative shall read each member's meter each month for the purpose of determining each account's usage of electricity in calculating the monthly bill. Exceptions to the monthly reading will be allowed only for those meters which may be estimated without materially affecting the accuracy of recorded usage. Actual readings will be taken on estimated accounts not less than twice yearly.

The Cooperative will attempt to make suitable arrangements to read meters which are inaccessible, for whatever reason. Should the Cooperative and member not be able to work out an acceptable plan, appropriate legal action may be taken.

33. SEPARATE METER FOR EACH SERVICE

The Cooperative will normally furnish a single meter at the point of connection to the Consumer's premises. Any consumer desiring service at two or more separately metered points of connection to the system shall be billed separately at each point and the registration of such meters shall not be added for billing purposes.

PUBLIC SERVICE COMMISSION OF KENTUCKY
APR 1 1989
PURSUANT TO 807 KAR 5:011, SECTION 9 (1)
BY: [signature]
PUBLIC SERVICE COMMISSION MANAGER

C 11-92

For: Entire Territory Served

P.S.C. No. 5

1st Revised Sheet No. 17

Cancelling P.S.C. No. 5

Original Sheet No. 17

Owen County Rural Electric Cooperative Corporation

Name of Issuing Corporation

RULES AND REGULATIONS

34. 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 three (3) month period immediately preceeding the failure or some other equitable basis.

35. COLLECTION OF DELINQUENT ACCOUNTS

Should it become necessary for the Cooperative to send a serviceman to the Consumer's premises for collection of a delinquent account, there will be a service-call charge of $20.00 per trip, as stated in the second notice, which will be due and payable at the time such delinquent account is collected.

In the event a member is disconnected for non-payment of a delinquent account and requests a reconnection during regular working hours, a $40.00 charge, payable in advance, will be made. After regular working hours, a $70.00 charge, payable in advance, will be made. These charges include both the cost of disconnection and reconnection.

36. CHECKS RETURNED -UNHONORED BY BANK

When a check received in payment of a consumer's account is returned unpaid by the bank for any reason, the Cooperative will notify such consumer by form letter, notice of returned check, stating the amount of the check and reason for its return. Returned checks will then be considered the same as a delinquent account and if payment in full is not received for the check within ten (10) business days after notice, service to the consumer will be discontinued twenty-seven (27) days after mailing date of the original bill for which such returned check was intended to pay, as prescribed under the section of Rules #21 and # 35, dealing with unpaid accounts. An $8.00 service charge shall be added to all returned unhonored checks.

The Cooperative shall have the right to refuse to accept checks in payment of an account from any consumer that has demonstrated poor credit risk by having two or more checks returned unpaid from a bank for any reason.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE AUG 01 1983 PURSUANT TO 807 KAR 5:011, SECTION 9 (1) BY: B Jones

DATE OF ISSUE April 14, 1983 (Mo/Day/Year) DATE EFFECTIVE August 1, 1983 (Mo/Day/Year)

ISSUED BY Frank K. Hoskins TITLE General Manager

ADDRESS 510 Georgetown Road, Owenton, Kentucky 40359

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Owen County Rural Electric Cooperative Corporation
Name of Issuing Corporation

RULES AND REGULATIONS

36. CHECKS RETURNED-UNHONORED BY BANK (Continued)

The Cooperative shall have the right to refuse to accept checks in payment of an account from any consumer that has demonstrated poor credit risk by having two or more checks returned unpaid from a bank for any reason.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE APR 1 1989 PURSUANT TO 807 KAR 5:011, SECTION 9 (1) BY: ... PUBLIC SERVICE COMMISSION MANAGER

The Cooperative shall not accept a check to pay for and redeem another check or accept a two-party check for cash or payment of an account.

37. FRAUDULENT USE

When the Cooperative has discovered evidence that by fraudulent or illegal means, a customer has obtained unauthorized service or has diverted the service for unauthorized use or has obtained same without being properly measured, the service to the customer may be disconnected immediately and without notice. The Cooperative shall not be required to restore service until said Cooperative has been reimbursed for the estimated amount of service rendered and the cost incurred by fraudulent use.

It shall be the duty of the Cooperative before making service connections to a new customer to ascertain the condition of the meter and service facilities for such customer, in order that prior fraudulent use of the facilities, if any, will not be attributed to the new customer, and the new customer shall be afforded the opportunity to be present at such inspection. The Cooperative shall not be required to render service to such consumer until all defects in the customer-owned portion of the service, if any, have been corrected.

38. SECURITY LIGHTS

(T) The Cooperative shall furnish, install, operate and maintain the outdoor lighting equipment including lamp, luminaire, bracket attachment, and control device on an existing pole of the Cooperative, electrically connected so that the power for operation of the light does not pass through the meter for the consumer's other usage, at a location mutually agreeable to both the Cooperative and the consumer. The Cooperative shall furnish and install a wooden pole if required for the outdoor light.

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PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

APR 1 1989

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: [signature]
PUBLIC SERVICE COMMISSION MANAGER

38. SECURITY LIGHTS (Continued)

(T) In the event of vandalism of security lights, the Cooperative will replace a bulb or repair the light to good working condition one time. After one time, it will be the consumer's responsibility to replace the bulb or repair the light at consumer's expense. If the consumer requests the security light removed as a result of repeated vandalism, it will be done at no expense to the consumer.

The lighting equipment shall remain the property of the Cooperative. The consumer shall protect the lighting equipment from deliberate damage. The consumer shall allow authorized representatives of the Cooperative to enter upon the consumer's premises and to trim trees and shrubs as necessary for maintenance of the lighting equipment and for removal of the lighting equipment upon termination of service under this schedule.

39. FUEL ADJUSTMENT

In case the rate which the Cooperative purchases power at wholesale is adjusted in accordance with a fuel cost adjustment provision in the Cooperative's wholesale power contract, the Cooperative's energy charge shall be adjusted each month by the same amount per KWH as the fuel cost adjustment per KWH in Cooperative's wholesale power bill, plus an allowance for line losses. The allowance for line losses will not exceed ten percent, and is based on a twelve-month moving average of such losses. This fuel clause is subject to provisions in 807 KAR 5:056

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RULES AND REGULATIONS

40. ELECTRIC SERVICE TO INDIVIDUAL TRAILERS AND MOBILE HOMES

A. All mobile home owners, regardless of distance from the nearest facility, shall be required to pay a $25.00 membership fee. The membership fee is refundable upon disconnection of service after all bills against the account are paid.

(T) B. In counties requiring mobile home zoning, the consumer may be required to provide a certificate of approval from the county for the mobile home before construction shall begin.

C. All required fee charges and advances shall be paid before construction begins.

(T) D. The Cooperative will set the meter pole and the consumer will pay a fee for installation of the pole. Charges will be determined and paid before the pole is set. The Cooperative will retain ownership of the meter pole.

E. Extensions greater than 150 feet from the nearest facility and up to 300 feet shall be made provided the consumer shall pay the utility a customer advance for construction of $50.00 in addition to any other charges required by the utility for all consumers, which shall be the $25.00 membership fee and security deposit required. The $50.00 advance shall be refunded at the end of one year if the service to the mobile home continues for that length of time.

F. For extension greater than 300 feet and less than 1,000 feet from the nearest facility, the utility will charge an advance of $50.00 plus the cost of construction for that portion of service beyond 300 feet up to 1,000 feet. Beyond 1,000 feet, the extension policy set forth in Section 43 of these Rules and Regulations shall apply.

G. This advance shall be refunded to the consumer over a four-year period in equal amounts for each year the service is continued and the advance refund date begins with the billing date.

PUBLIC SERVICE COMMISSION OF KENTUCKY
EFFECTIVE
APR 1 1989
PURSUANT TO 807 KAR 5:011, SECTION 9 (1)
BY: [signature]
PUBLIC SERVICE COMMISSION MANAGER

C11-92

Owen County Rural Electric Cooperative Corporation
Name of Issuing Corporation

RULES AND REGULATIONS

40. ELECTRIC SERVICE TO INDIVIDUAL TRAILERS AND MOBILE HOMES (Continued)

(T) H. If the service is discontinued for a period of sixty days or should the mobile home be removed and another not take its place or not be replaced by a permanent structure, the remainder of the advance shall be forfeited.

I. No refunds shall be made to any consumer who did not make the advance originally.

J. All mobile home meter poles shall be wired and inspected according to the National Code and shall be wired and inspected at the expense of the consumer.

K. The consumer shall have the responsibility of contacting the Cooperative for any refunds due.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

APR 1 1989

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: [signature]
PUBLIC SERVICE COMMISSION MANAGER

DATE OF ISSUE 1/30/89 (Mo/Day/Year) DATE EFFECTIVE 4/1/89

ISSUED BY: [signature] (Name of Officer) TITLE General Manager

ADDRESS: 510 Georgetown Road, Owenton, Kentucky 40359

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Owen County Rural Electric Cooperative Corporation
Name of Issuing Corporation

RULES AND REGULATIONS

41. TRANSIENT MEMBER CHARGE

Each membership shall entitle the member to one (1) free connect upon entering the Cooperative service area and one (1) free disconnect upon termination of service within the entire Cooperative service area. Additional connects within a twelve-month period shall be charged at the Daytime Service Charge Rate of $20.00 or the Overtime Service Charge Rate of $50.00, as applicable.

42. RELOCATION OF LINES

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

A. The relocation is made for the convenience of the Cooperative.

(T) B. The relocation will result in a substantial improvement in the Cooperative's facilities.

C. That the relocation is associated with other regularly scheduled conversion or construction work and can be done at the same time.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

APR 1 1989

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: [illegible]
PUBLIC SERVICE COMMISSION MANAGER

DATE OF ISSUE 1/30/89 (Mo/Day/Year) DATE EFFECTIVE 4/1/89

ISSUED BY: [signature] TITLE General Manager
Name of Officer

ADDRESS: 510 Georgetown Road, Owenton, Kentucky 40359

C 11-92

For Entire Territory Served

E.R.C. No. 5

Original Sheet No. 23

Cancelling E.R.C. No. 5100

Sheet No.

Owen County Rural Electric Cooperative Corporation

Name of Issuing Corporation

RULES AND REGULATIONS

43. MEMBER EXTENSIONS EXCEEDING 1,000 FEET

A. The Cooperative will build the first 1,000 feet or less of line without charge.

B. When an extension of the utility's line to serve an applicant or group of applicants amounts to more than 1,000 feet per consumer, the Cooperative will require the total cost of the excessive footage over 1,000 feet per consumer to be paid for by the consumer or consumers based on the average estimated cost per foot of the total extension, prior to beginning of construction.

C. The Cooperative shall refund to the applicant who paid for the original extension, a sum equivalent to the cost of 1,000 feet of the extension installed for each additional consumer connected directly to the extension, but in no case shall the total amount refunded exceed the amount paid to the Cooperative.

D. The member must grant an easement to the Cooperative to take off the original line extension in order to receive a refund on the original deposit.

E. Service drops are not included in the footage above.

F. Subdivisions may be included in the above.

G. The Engineering Department shall be responsible for calculation of excess footage and shall collect or see that cost is collected before release of the construction print.

CHECKED
Energy Regulatory Commission
APR 21 1980
by B Redmond
RATES AND TARIFFS

DATE OF ISSUE April 1, 1980 (Mo/Day/Year)

DATE EFFECTIVE April 1, 1980 (Mo/Day/Year)

ISSUED BY Frank K. Downing (Name of Officer)

TITLE General Manager

Address 510 Georgetown Road, Owenton, Kentucky 40359

C 11-92

Owen County Rural Electric Cooperative Corporation
Name of Issuing Corporation

RULES AND REGULATIONS

44. UNDERGROUND ELECTRIC SERVICE

The purpose of this policy is to formulate Owen County Rural Electric Cooperative's requirements for underground service, the application of which will insure adequate service and safety to all persons engaged in the construction, maintenance, operation, and use of underground facilities and to the public in general.

A. Applicability - This policy shall apply to underground electrical supply facilities used in connection with electric distribution within the definitions set out herein.

B. Definitions - The following words and terms, when used in this policy, shall have the meaning indicated:

Applicant - The developer, builder or other person, partnership, association, corporation, or governmental agency applying for the installation of an underground electric distribution system.

Building - A structure enclosed within exterior walls or fire walls built, erected, or framed of component structural parts and designed for less than five (5) family occupancy.

Multiple-Occupancy Building - A structure enclosed wihin exterior walls or fire walls, built, erected and framed of component structural parts and designed to contain five (5) or more individual dwelling units.

Distribution System - Electric service facilities consisting of primary and secondary conductors, transformers and necessary accessories and appurtenances for the furnishing of electric power at utilization voltage.

Subdivision - The tract of land which is divided into ten (10) or more lots for the construction of new residential buildings, or the land on which is constructed two (2) or more new multiple occupancy buildings.

Commission - The Public Service [Energy Regulatory] Commission.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE JUL 01 1987 PURSUANT TO 807 KAR 5:011, SECTION 9 (2) BY: J. Geoghegan

DATE OF ISSUE May 28, 1987 (Mo/Day/Year) DATE EFFECTIVE July 1, 1987

ISSUED BY: Frank G. Dawning (Name of Officer) TITLE General Manager

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C 11-92

OWEN COUNTY RURAL ELECTRIC COOPERATIVE CORPORATION
Name of Issuing Corporation

RULES AND REGULATIONS

44. UNDERGROUND ELECTRIC SERVICE (Continued)

B. Definitions (Continued)

Trenching and Backfilling- Opening and preparing the ditch for the installation of conductors including placing of raceways under roadways, driveways, or paved areas; providing a sand bedding below and above conductors when required and backfill of trench to ground level.

C. Rights of Way and Easements

1. The Cooperative shall construct, own, operate and maintain distribution lines only along easements, public streets, roads and highways, which are by legal right accessible to the utility's equipment and which the utility has the legal right o occupy, and the public lands and private property across which rights of way and easements satsifactory to the Cooperative are provided without cost or condemnation by the Cooperative.

2. Rights 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 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 of substantial changes in grade or elevation thereof.

D. Installation of Underground Distribution System Within New Subdivision

1. Where appropriate contractural arrangements have been made, the Cooperative shall install within the subdivision an underground electric distribution system of sufficient capacity and suitable materials which, in its judgement, will assure that the property owners will receive safe and adequate electric

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by B Rechmond
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Owen County Rural Electric Cooperative Corporation
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RULES AND REGULATIONS

44. UNDERGROUND ELECTRIC SERVICE (Continued)

D.(Continued)

service for the forseeable future.

2. 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.

3. Three-phase primary mains or feeders required within a subdivision to supply local distribution or to serve individual three-phase loads may be overhead unless underground is required by governmental authority or chosen by the Applicant, in either of which case, the differential cost of underground shall be borne by the Applicant

4. 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 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, nothingin this policy shall be interpreted to require the Cooperative to extend the service to portions of the subdivisions not under active development.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE JUL 01 1987 PURSUANT TO 807 KAR 5:011, SECTION 9 (1) BY: J. Geoghegan

5. 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 the total footage of single-phase primary, secondary and service conductor to be installed at an average per foot cost differential in accordance wtih the average cost differential filed herewith as Exhibit A, which shall be updated annually as required by the Public Service [Energy Regulatory] Commission. 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.

DATE OF ISSUE May 28, 1987 (Mo/Day/Year) DATE EFFECTIVE July 1, 1987

ISSUED BY: Frank K. Downing (Name of Officer) TITLE General Manager

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C 11-92

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE JUL 01 1987 PURSUANT TO 807 KAR 5:011, SECTION 9 (1) BY: J. Gaughagan

Owen County Rural Electric Cooperative Corporation
Name of Issuing Corporation

RULES AND REGULATIONS

44. UNDERGROUND ELECTRIC SERVICE (Continued)

D. (Continued)

6. 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 5 above, shall be refunded to the Applicant over a ten (10) year period, as provided by [the Energy Regulatory Commission, Section 10] 807 KAR 5:041, Section 11.

7. Upon agreement by the Applicant and the Cooperative, 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.

8. The Cooperative shall furnish, install, and maintain the service lateral to the Applicant's meter base.

9. Plans for the location of all facilities to be installed shall be approved by the Cooperative and Applicant prior to construction. Alterations in plans by the Applicant which require additional cost of installation or construction shall be at the sole expense of the Applicant.

10. The Cooperative shall not be obligated to install any facility within a subdivision until satisfactory arrangements for the payment of charges have been completed by the Applicant.

11. The charges specified in these rules are based on the premise 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.

12. All electrical facilities shall be installed and constructed to comply with the rules and regulations of the Public Service [Energy Regulatory] Commission, National Electric Safety Code and Owen County R.E.C.C. specifications.

DATE OF ISSUE May 28, 1987 (Mo/Day/Year) DATE EFFECTIVE July 1, 1987

ISSUED BY: Frank K. Greenwell (Name of Officer) TITLE General Manager

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C 11-92

For Entire Territory Served

E.R.C. No. 5

Original Sheet No. 28

OWEN COUNTY RURAL ELECTRIC COOPERATIVE CORPORATION
Name of Issuing Corporation

Cancelling E.R.C. No. (PSC No. 5100)

Sheet No.

RULES AND REGULATIONS

44: UNDERGROUND ELECTRIC SERVICE (Continued)

D. (Continued)

13. In unusual circumstances, when the application of these rules appears impractical or unjust to either party, or discriminatory to other consumers, the Cooperative or Applicant shall refer the matter to the Commission for special ruling or for the approval of special conditions which may be mutually agreed upon, prior to commencing construction.

CHECKED
Energy Regulatory Commission
APR 21 1980
by B Redmond
RATES AND TARIFFS

DATE OF ISSUE April 1, 1980 (Mo/Day/Year)

DATE EFFECTIVE April 1, 1980 (Mo/Day/Year)

ISSUED BY Frank LeDoux (Name of Officer)

TITLE General Manager

Address 510 Georgetown Road, Owenton, Kentucky 40359

C 11-92

Owen County Rural Electric Cooperative Corporation
Name of Issuing Corporation

RULES AND REGULATIONS

45. METER TESTING

Each and every watt-hour meter installed by the Cooperative on Consumer's premises shall be tested periodically without charge to the consumer. Any other request for meter test shall be complied with by the Cooperative only if the consumer agrees to pay a $27.50 meter test deposit. If the meter tests more than 2% fast, the $27.50 deposit shall be returned to the consumer and a credit, based on Public Service [Energy Regulatory] Commission Rules and Regulations shall be issued by the Cooperative to the Consumer. If the meter is more than 2% slow, the member may be billed for the difference for the previous twelve-month period and the $27.50 may be applied toward that balance.

46. TAXES

Pursuant to the authority vested in KRS 139.210, there shall be added to the bill of all applicable subscribers the sales and use tax imposed by KRS 139.200. The Utility Gross Receipts License Tax for schools authorized by KRS 160.613 shall be added to all applicable subscribers bills in accordance with KRS 160.617, which authorizes a rate increase for the school tax.

47. VOLTAGE FLUCTUATIONS CAUSED BY MEMBER OR CONSUMER

Electric service must not be used in such a manner as to cause unusual fluctuations or disturbances to Distribution Systems. Distributor may require the Member or Consumer, at his own expense, to install suitable apparatus which will reasonably limit such fluctuation.

48. CONFLICT

In case of conflict between any provisions of any rate schedule and the Schedule of Rules and Regulations, the rate schedule shall apply.

49. FILING AND POSTING

A copy of these Rules and Regulations, together with a copy of the Cooperative's Schedule of Rates and Charges, shall be kept open to inspection at the office of the Cooperative.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE
JUL 01 1987
PURSUANT TO 807 KAR 5:011, SECTION 9 (1)
BY: J. Geoghegan

DATE OF ISSUE May 28, 1987 (Mo/Day/Year) DATE EFFECTIVE July 1, 1987

ISSUED BY: Frank K. Downey (Name of Officer) TITLE General Manager

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C11-92

Owen County Rural Electric Cooperative Corporation
Name of Issuing Corporation

RULES AND REGULATIONS

(T)

49. FILING AND POSTING

A copy of these Rules and Regulations, together with a copy of the Cooperative's Schedule of Rates and Charges, shall be kept open to inspection at the office(s) of the Cooperative.

50. RIGHT TO REFUSE SERVICE

The Cooperative shall reserve the right to refuse service to any applican indebted to the Cooperative for any reason. The Cooperative further reserves the right to refuse service to any person requesting service under a landowner membership if said applicant is indebted to the Cooperative for any reason.

51. CLASSIFICATION OF CONSUMERS

Classification of consumers for accounting purposes is in accordance with the prescribed REA Manual of Accounts.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
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APR 1 1989

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SECTION 9 (1) ...1,
BY: Gary Wilson
PUBLIC SERVICE COMMISSION MANAGER

DATE OF ISSUE 1/30/89 (Mo/Day/Year) DATE EFFECTIVE 4/1/89

ISSUED BY: James K. Deaver (Name of Officer) TITLE General Manager

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C11-92

Owen County Rural Electric Cooperative Corporation
Name of Issuing Corporation

RULES AND REGULATIONS

52. ELECTRIC SERVICE TO CAMPS AND BARNS

A. Before construction begins to a camp or campsite, barn or barnsite, the consumer shall have paid a $25.00 membership fee. The membership fee is refundable upon disconnection of service after all bills against the account are paid. A security deposit may also be required.

B. In counties requiring construction permits, the consumer may be required to present a certificate of approval from the County before the Cooperative begins its construction of a new service. (T)

C. All required fee charges and advances shall be paid before construction begins.

D. Extensions greater than 150 feet from the nearest facility and up to 300 feet shall be made provided the consumer shall pay the Cooperative a customer advance for construction of $50.00 in addition to any other charges required by the Cooperative for all consumers, which shall be the $25.00 membership fee and security deposit if required. The $50.00 advance shall be refunded at the end of one year if the service to the camp or barn continues for that length of time.

E. For extensions greater than 300 feet and less than 1,000 feet from the nearest facility, the Cooperative will charge an advance of $50.00 plus the cost of construction for that portion of service beyond 300 feet, up to 1,000 feet. Beyond 1,000 feet, the extension policy set forth in Section 43 of these Rules and Regulations shall apply.

F. This advance shall be refunded to the consumer over a four year period in equal amounts for each year the service is continued and the advance refund date begins with the billing date. (T)

PUBLIC SERVICE COMMISSION
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APR 1 1989
PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: [signature]
PUBLIC SERVICE COMMISSION MANAGER

DATE OF ISSUE 1/30/89 (Mo/Day/Year) DATE EFFECTIVE 4/1/89

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C11-92