Direct Load Control of Water Heaters Program

Direct Load Control of Air-Conditioners Program

Purpose

The Direct Load Control of Water Heaters and Air Conditioners will encourage the reduction in growth of peak demand, enabling the Company to utilize its system more efficiently and defer the construction of new generation.

Availability

Both the Direct Load Control of Water Heaters Program and the Direct Load Control of Air Conditioners Program are available to residential customers in the service territories of South Kentucky Rural Electric Cooperative Corporation. Availability may be denied where, in the judgment of the South Kentucky Rural Electric Cooperative Corporation, installation of the load control equipment is impractical.

Eligibility

To qualify for these Programs, the participant must be located in the service territory of South Kentucky Rural Electric Cooperative Corporation and have central air conditioning or heat pump units and/or 40-gallon (minimum) electric water heating units. The above appliances may be electrically cycled or interrupted in accordance with the rules of this Tariff.

Incentive - Direct Load Control of Water Heaters Program

South Kentucky Rural Electric Cooperative Corporation will provide an incentive to the participants in this program. South Kentucky Rural Electric Cooperative Corporation will credit the residential power bill of the participant \$10.00 per water heater each year. The participant will receive this credit regardless of whether the water heater is cycled during the month.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

DATE OF ISSUE May 27, 2008 DATE EFFECTIVE: Service rendered on and after fring 28, 2008
PURSUANT TO 807 KAR 5:011

ISSUED BY TITLE President & Chiaf Evacuitive Addison

Issued by authority of an Order of the Public Service Commission of Ky
Case No. 2008-00161 Dated May 16, 2008

PUBLIC SERVICE COMMISSION
OF KENTUCKY
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TITLE President & Chiaf Evacuitive Addison
Executive Ditector

For:

Entire Territory Served

P.S.C. No. 7

Original Sheet No. T-28

SOUTH KENTUCKY RECC SOMERSET, KENTUCKY 42501

Incentive - Direct Load Control of Air-Conditioners Program

South Kentucky Rural Electric Cooperative Corporation will provide an incentive to the participants in this program. The customer may select one of two alternatives. One, South Kentucky Rural Electric Cooperative Corporation will credit the residential power bill of the participant \$20.00 per air conditioner (\$5 per summer months, June, July, August, and September). Two, alternatively, EKP, on behalf of South Kentucky Rural Electric Cooperative Corporation, will provide and install at no cost a digital thermostat for the participant. The participant will receive one of these incentives regardless of whether the air conditioner or heat pump is controlled during the month.

Time Period for the Direct Load Control of Water Heaters Program

A load control switch will be placed on the water heater and may be electrically interrupted for a maximum time period of four hours.

East Kentucky Power Cooperative ("EKPC") will cycle the water heaters only during the hours listed below.

Months October through April

May through September

Hours Applicable for Demand Billing - EST

6:00 a.m. to 12:00 noon 4:00 p.m. to 10:00 p.m. 10:00 a.m. to 10:00 p.m.

Time Period for the Direct Load Control of Air Conditioners

A load control device (switch or thermostat) will be placed on each central air conditioning unit or heat pump that will allow the operating characteristics of the unit to be modified (by cycling the unit off for periods of time up to 15 minutes, or by adjusting the temperature setting on the thermostat) to reduce demand on the system.

EKPC will control the air conditioning units and heat pumps only during its summer on-peak billing hours listed below.

Months
May through September

Hours Applicable for Demand Billing - EST 10:00 a.m. to 10:00 p.m.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE
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DATE OF ISSUE May 27, 2008 DATE EFFECTIVE: Service rendered constitute of the Public Service Commission of My Liphanus Funds,
Case No. 2008-00161 Dated May 16, 2008

C 101212008

For: Entire Territory Served

P.S.C. No. 7

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SOUTH KENTUCKY RECC SOMERSET, KENTUCKY 42501

Terms and Conditions

- 1. If a participant decides to withdraw from the program(s) or change to another load control option, South Kentucky Rural Electric Cooperative Corporation will endeavor to implement the change as soon as possible.
- 2. Prior to the installation of load control devices, South Kentucky Rural Electric Cooperative Corporation may inspect the participant's electrical equipment to insure good repair and working condition, but South Kentucky Rural Electric Cooperative Corporation shall not be responsible for the repair or maintenance of the electrical equipment.
- 3. South Kentucky Rural Electric Cooperative Corporation will install, own, and maintain the load management devices controlling the participant's air conditioner or water heater. The participant must allow South Kentucky Rural Electric Cooperative Corporation reasonable access to install, maintain, inspect, test and remove load control devices. Inability of South Kentucky Rural Electric Cooperative Corporation to gain access to the load management device to perform any of the above activities for a period exceeding 30 days may, at South Kentucky Rural Electric Cooperative Corporation option, result in discontinuance of credits under this tariff until such time as South Kentucky Rural Electric Cooperative Corporation is able to gain the required access.

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PUBLIC SERVICE COMMISSION OF KENTUCKY

DATE OF ISSUE May 27, 2008 DATE EFFECTIVE: Service rendered on and after June 1

ISSUED BY Wow Inderson TITLE President & Chief Executive 8077 (CAR 5:01

Issued by authority of an Order of the Public Service Commission of

Case No. 2008-00161 Dated May 16, 2008

Executive Ditector