COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

IN THE MATTER OF:

TARIFF FILING OF FARMERS RURAL ELECTRIC COOPERATIVE CORPORATION FOR APPROVAL OF A NEW DEMAND-SIDE MANAGEMENT PROGRAM FOR ENERGY STAR APPLIANCES AND FOR APPLICANCE RECYCLING	))))	**CASE NO. 2014-00430**

APPLICATION FOR REHEARING

Farmers Rural Electric Cooperative Corporation ("Farmers"), pursuant to KRS 278.400 and 807 KAR 5:001, Section 9, respectfully submits this application to the Kentucky Public Service Commission ("Commission") for rehearing of its Order of December 22, 2014 entered in this proceeding. Specifically, Farmers seeks modification of the requirements contained in ordering Paragraphs Nos. 2 through 6.

Paragraph No. 2

In its December 22, 2014 Order the Commission directed that Farmers should file with the Commission a copy of the fully executed contract with the third-party implementation contractor for the Appliance Recycling Program ("ARP") and the Energy Star Appliances Program ("ESAP") within 20 days of its execution. In its November 13, 2014 letters submitting the ARP and ESAP tariffs for approval, Farmers indicated that East Kentucky Power Cooperative, Inc. ("EKPC") had issued requests for proposals for the third-party implementation contractor and that EKPC was prepared to contract with the successful company. Farmers did not indicate that there would be a separate contract between itself and the third-party implementation contractor.

Farmers wishes to clarify that it will not be executing a separate contract with the third-party implementation contractor. The only contract will be between EKPC and the contractor, and EKPC submitted the fully executed contract with the Commission on December 19, 2014. Attached to this application for rehearing as Exhibit A is an affidavit from Patrick C. Woods, Director of Regulatory and Compliance Services for EKPC attesting to this fact.

Farmers therefore requests rehearing and asks that the Commission examine ordering Paragraph No. 2 in light of the clarification offered in this application and relieve Farmers of the requirement to file the contract.

Paragraph Nos. 3 through 6

In its December 22, 2014 Order the Commission required Farmers to file six-month and 12-month evaluation reports of the ARP and ESAP. Ordering Paragraph Nos. 3 through 6 specify certain information that is to be included in each evaluation report. Farmers notes that in the Commission's approval of EKPC's ARP and ESAP the same information is requested and

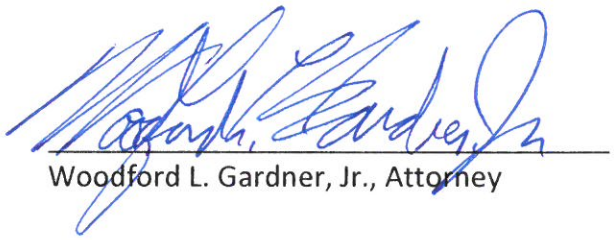
that information is to be provided for each owner-member of EKPC. In the attached affidavit of Mr. Woods, EKPC has committed to prepare the requested evaluation reports and the information will be presented for each owner-member of EKPC separately.

Farmers respectfully submits that it is unnecessary to require Farmers to submit evaluation reports on these two programs that will be identical to the evaluation reports that EKPC will be submitting to the Commission. Farmers therefore requests rehearing and asks that the Commission examine ordering Paragraph Nos. 3 through 6 in light of the commitment of EKPC to provide the requested evaluation reports and relieve Farmers of the requirement to file the six-month and 12-month evaluation reports for the ARP and ESAP.

WHEREFORE, Farmers respectfully applies to the Commission to grant its request for rehearing, consider the matters raised herein, and clarify the Commission's December 22, 2014 Order where appropriate.

Dated at Glasgow, Kentucky this 8th day of January, 2015.

Woodford L. Gardner, Jr.
Richardson, Gardner & Alexander
Attorney for Farmers RECC
117 East Washington Street
Glasgow, Kentucky 42141
Phone: (270) 651-8884
Fax: (270) 651-3662
E-Mail: wlg@rgba-law.com



Woodford L. Gardner, Jr., Attorney

AFFIDAVIT OF PATRICK C. WOODS

Comes now the Affiant, Patrick C. Woods, for and on behalf of East Kentucky Power Cooperative, Inc. ("EKPC") and after being first duly sworn, states the following:

1. I am the Director of Regulatory And Compliance Services for EKPC. This Affidavit is being given by me, for and on behalf of EKPC, in my official capacity.

2. On December 16, 2014, the Commission approved two demand-side management tariffs for EKPC: the Appliance Recycling Program ("ARP") and the Energy Star Appliances Program ("ESAP"). EKPC was directed in the December 16, 2014 Order to file a copy of the fully executed contract between it and the third-party implementation contractor for the ARP and ESAP. EKPC filed the executed copy of the General Services Agreement between itself and Appliance Recycling Centers of America, Inc. ("ARCA") with the Commission on December 19, 2014.

3. The General Services Agreement between EKPC and ARCA will be the only contract executed in conjunction with the ARP and ESAP. Separate contracts between ARCA and the individual, participating EKPC owner-member cooperatives ("owner-members") will not be established.

4. The December 16, 2014 Order requires EKPC to file a six-month and 12-month evaluation report on the ARP. These reports are to provide, by participating owner-member, the number of energy-inefficient refrigerators/freezers picked up and recycled and the associated incentives paid, the amount of transfer payments to the owner-members, and the projected kWh energy savings.

5. The December 16, 2014 Order requires EKPC to file a six-month and 12-month evaluation report on the ESAP. These reports are to provide, by participating owner-member, the number and type of energy-efficient appliances for which rebates were paid, the amount of the rebates, the amount paid to the owner-members, and the projected kWh energy savings.

6. Should the Public Service Commission authorize it to do so, EKPC agrees to file the six-month and 12-month evaluation reports for both the ARP and ESAP. The required evaluation reports for the ARP and ESAP will be prepared by EKPC in a manner that presents all the requested information for each participating owner-member separately. The incentives paid under the ARP and the rebates paid under the ESAP are the same from EKPC to the end-use owner-member and from the owner-member to their respective end-use cooperative member. Consequently, there would be no reason to require each owner-member with a corresponding ARP or ESAP tariff to prepare separate program evaluation reports requesting essentially the same information. Allowing EKPC to undertake this reporting responsibility of the owner-members will be more efficient and less costly than requiring each owner-member that implements and ARP or ESAP tariff to comply individually.

Affiant further states that, to the best of his knowledge and belief, his statements made are true and correct as of the date set forth below. Further affiant saith not.

Patrick C. Woods

Subscribed and sworn before me on this 7th day of January, 2015.

Notary Public #508144

GWYN M. WILLOUGHBY
Notary Public
State at Large
Kentucky
My Commission Expires Nov 30, 2017