LICKING VALLEY RURAL ELECTRIC COOPERATIVE CORPORATION P. O. Box 605 • 271 Main Street West Liberty, KY 41472-0605 (606) 743-3179



April 14, 2008

Ms. Stephanie Stumbo Executive Director Kentucky Public Service Commission 211 Sower Boulevard, P.O. Box 615 Frankfort, Kentucky 40602-0615

RECEIVED APR 1 7 2008 PUBLIC SERVICE COMMISSION

Dear Ms. Stumbo:

Re: PSC Case No. 2007-00266

In accordance with the Commission's Order in Case No. 2007-00266 dated February 28, 2008, enclosed herewith are an original and six (6) copies of Licking Valley Rural Electric Cooperative Corporation (Licking Valley RECC) tariff sheet for the Touchstone Energy Manufactured Home Program which shows the effective date and approval by authority of the Order.

The proposed rebate amounts to eligible customers are consistent with amounts allowed under the Order.

Licking Valley RECC is requesting an effective date of May 11, 2008. Please return a stamped copy of this tariff to me,

If you have any questions about this filing, please feel free to contact me.

Very truly yours Kerry K)Howard

General Manager/CEO

mn Enclosures

Touchstone Energy Manufactured Home Program

Purpose

The Touchstone Energy Manufactured Home Program is a conservation program that encourages the sale of more energy-efficient manufactured homes. It is based on the *Energy Star* standards for manufactured homes, a nationally recognized symbol of energy efficiency and quality developed and operated jointly by the U.S. Environmental Protection Agency (EPA) and the U.S. Department of Energy (DOE).

Availability

This program is available in all service territory served by Licking Valley Rural Electric Cooperative Corporation (Licking Valley RECC).

Eligibility

To qualify as a Touchstone Energy Manufactured Home under this program, the participating manufactured home must be located in the service territory of Licking Valley RECC and meet the *Energy Star* standards by including additional floor, wall and ceiling insulation, double pane windows and an electric heat pump.

<u>Rebate</u>

Licking Valley RECC will provide an incentive to members who participate in this program by offering a one-time rebate. Licking Valley RECC will rebate \$250 per certified manufactured home to the participating member. Rebates will be paid to the participant upon written certification that the participant has met the *Energy Star* standards for newly constructed manufactured homes.

For members who purchase a manufactured home which only includes a heat pump meeting Energy Star standards, Licking Valley RECC will rebate \$150. For members with inefficient electric heating systems, Licking Valley RECC will rebate \$150 for replacing their existing furnace with a heat pump that meets minimum Energy Star Standards.

Annual Reports

Licking Valley RECC, in coordination with East Kentucky Power Cooperative, Inc. ("EKPC"), will submit annual reports on the Program that contain the number of participants from each Member System, the annual costs, including the costs of the rebates, and the status of the rebate provision. EKPC will file the first report by March 31, 2009, and annually thereafter if the Program is continued after 2009.

<u>Term</u>

The Touchstone Energy Manufactured Home Program will remain in effect through the end of 2009. If Licking Valley RECC should decide to continue the entire program beyond 2009, an application for approval from the Kentucky Public Service Commission will be filed 6 months prior to the date of continuation.

DATE OF ISSUE April 11, 2008 DATE EFFECTIVE: Service rendered on and after May 11, 2008 TITLE General Manager/CEO ISSUED BY (Harr Som Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. 2007-00266 Dated February 28, 2008