

RECEIVED

APR 12 2019

PUBLIC SERVICE COMMISSION

April 12, 2019

Ms. Gwen R. Pinson Kentucky Public Service Commission 211 Sower Boulevard P.O. Box 615 Frankfort, KY 40602

Re: Case No. 2019-00060 – Demand-Side Management

Dear Ms. Pinson:

Please find enclosed for filing with the Commission in the above-referenced case, an original and four (4) copies of the responses of Owen Electric Cooperative, Inc. to the Commission Staff's Initial Request for Information to 15 of East Kentucky Power Cooperative, Inc.'s Cooperatives dated March 28, 2019.

Please contact me if you have any questions.

Sincerely, Owen Electric Cooperative

Mark A. Stallons President and CEO

MAS/skc

Enclosures

cc: Parties of Record

APR 1 2 2019

COMMONWEALTH OF KENTUCKY

PUBLIC SERVICE COMMISSION

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:
DEMAND-SIDE MANAGEMENT FILING OF 15 OF) CASE NO. EAST KENTUCKY POWER COOPERATIVE, INC.'S) 2019-00060 COOPERATIVES)
CERTIFICATE
STATE OF KENTUCKY)
COUNTY OF OWEN)
Jack Scott Lawless, being duly sworn, states that he has supervised the preparation of the
response of Owen Electric Cooperative, Inc. to the Public Service Commission Staff's Initial
Request for Information in the Appendix dated March 28, 2019, in the above-referenced case,
and that the matters and things set forth therein are true and accurate to the best of his
knowledge, information and belief, formed after reasonable inquiry.
Witness my hand this 11th day of April , 2019 Jack Scott Lawless
Subscribed and sworn before me thisday of, 2019
Shannon Kaye Chappell Notary Public
My Commission expires April 28, 2019

COMMISSION STAFF'S INITIAL REQUEST FOR INFORMATION TO 15 OF EAST KENTUCKY POWER COOPERATIVE, INC.'S COOPERATIVES DATED MARCH 28, 2019

REQUEST 1

RESPONSIBLE PARTY: Jack Scott Lawless

Request 1: For each Distribution Cooperative, provide the number of participants in each Demand-Side Management (DSM) program offered by year in each of the past five years.

Response 1: The number of participants for the years 2014, 2015, 2016, 2017, and 2018 are shown in the tables that follow along with other pertinent information for each program. Note that the amounts listed in the column labeled as "Total Cost" represents the cost of Owen Electric's DSM programs that was reimbursed by East Kentucky Power Cooperative ("EKPC") except for advertising costs. Reimbursed advertising costs are not included on the tables that follow.

Kentucky's Touchstone Energy Cooperatives

Owen Electric January 01, 2014 to December 31, 2014

Measure	# Customers	Rebates + Co-op Admin	Lost Revenue Amount	Total Cost	
Commercial	10	\$39,813	\$42,270	\$82,083	
C&I Lighting Upgrade	10	\$39,813	\$42,270	\$82,083	
Residential	3,657	\$125,311	\$124,062	\$249,372	
Button Up - Level I	87	\$15,616	\$7,863	\$23,478	
CFL	2,400	\$2,160	\$0	\$2,160	
Heat Pump Retrofit	90	\$51,340	\$88,514	\$139,854	
HVAC Duct Sealing	1	\$295	\$205	\$500	
LED	1	\$0	\$0	\$0	
TSE Home (Performance)	54	\$50,100	\$21,460	\$71,560	
TSE Home (Prescriptive)	15	\$5,800	\$6,020	\$11,820	
Direct Load Control	1,009				
Total	3,667	\$165,124	\$166,331	\$331,455	

Notes: Direct Load Control participants are new participants in the year.



Owen Electric January 01, 2015 to December 31, 2015

sure		#Customers	Rebate + Co-op Admin	Lost Revenue Amount	Totral Cost	
Commercial		23	\$69,377	\$102,795	\$172,172	
C&I Lighting Upgrad	e	23	\$69,377	\$102,795	\$172,172	
Residential		6,334	\$324,766	\$255,197	\$579,963	
Appliance Recycling	Freezer	22	\$2,641	\$1,800	\$4,44	
Appliance Recycling	Refrigerator	98	\$13,526	\$9,630	\$23,156	
Button Up - Level I		102	\$20,185	\$10,166	\$30,350	
Button Up - Level II		1	\$1,290	\$795	\$2,085	
CFL		1,000	\$900	\$0	\$900	
Energy Audit - Billing	g Insights Audit	1,698	\$0	\$0	\$0	
ENERGY STAR Air Sou	irce Heat Pump	65	\$19,800	\$24,200	\$44,000	
ENERGY STAR Centra	I Air Conditioner	60	\$18,000	\$5,800	\$23,800	
ENERGY STAR Clothe	s Washer	209	\$15,675	\$10,345	\$26,020	
ENERGY STAR Dishw	asher	219	\$11,000	\$2,085	\$13,08	
ENERGY STAR Freeze	r	22	\$1,100	\$180	\$1,280	
ENERGY STAR Heat P	ump Water Heater	16	\$4,800	\$5,475	\$10,275	
ENERGY STAR MANU	FACTURED HOME	1	\$1,900	\$2,400	\$4,300	
ENERGY STAR Refrige	erator	214	\$21,400	\$5,950	\$27,350	
Heat Pump Retrofit		107	\$65,250	\$116,071	\$181,32	
LED-Promotional		2,137	\$0	\$0	\$0	
TSE Home (Performa	ance)	127	\$120,650	\$57,150	\$177,800	
TSE Home (Prescrip	tive)	7	\$6,650	\$3,150	\$9,800	
Direct Load Contro		229				
		6,357	\$394,143	\$357,992	\$752,135	

Notes: Direct Load Control participants are new participants in the year.

Appliance Recycling Rebate + Co-op Admin includes 3rd party admin costs paid by EKPC.

LED- Promotional and auditing software paid by EKPC to a 3rd party

Kentucky's Touchstone Energy Cooperatives Owen Electric

January 01, 2016 to December 31, 2016

asure	# Customers	Rebates + Co-op Admin	Lost Revenue Amount	Total Cost
Commercial	25	\$88,530	\$134,720	\$223,250
C&I Lighting Upgrade	24	\$87,930	\$132,032	\$219,962
Compressed Air Audit	1	\$600	\$2,688	\$3,288
Residential	3,428	\$325,656	\$200,043	\$525,699
Appliance Recycling Freezer	33	\$3,812	\$2,340	\$6,15
Appliance Recycling Refrigerator	100	\$14,057	\$10,170	\$24,22
Button Up - Level I	26	\$8,888	\$4,131	\$13,020
Energy Audit - Billing Insights Audit	177	\$0	\$0	\$
ENERGY STAR Air Source Heat Pump	107	\$32,700	\$39,760	\$72,460
ENERGY STAR Central Air Conditioner	203	\$61,200	\$22,575	\$83,77
ENERGY STAR Clothes Washer	294	\$21,975	\$14,570	\$36,54
ENERGY STAR Dishwasher	402	\$20,050	\$3,015	\$23,06
ENERGY STAR Freezer	24	\$1,150	\$325	\$1,47
ENERGY STAR Heat Pump Water Heater	24	\$6,000	\$7,315	\$13,31
ENERGY STAR MANUFACTURED HOME	6	\$11,400	\$14,400	\$25,800
ENERGY STAR Refrigerator	422	\$41,900	\$8,055	\$49,95
Heat Pump Retrofit	36	\$34,080	\$41,437	\$75,51
LED	1,104	\$994	\$0	\$99
LED-Promotional	197	\$0	\$0	\$0
TSE Home (Performance)	65	\$61,750	\$29,250	\$91,00
TSE Home (Prescriptive)	6	\$5,700	\$2,700	\$8,40
Direct Load Control	202			
	3,453	\$414,187	\$334,763	\$748,950

Notes: Direct Load Control participants are new participants in the year.

Appliance Recycling Rebate + Co-op Admin includes 3rd party admin costs paid by EKPC.

LED- Promotional and auditing software paid by EKPC to a 3rd party

Kentucky's Touchstone Energy Cooperatives Owen Electric January 01, 2017 to December 31, 2017

leasure	#Customers	Rebates + Co-op Admin	Lost Revenue Amount	Total Cost
Commercial	44	\$131,954	\$203,248	\$335,201
C&I Lighting Upgrade	43	\$130,604	\$196,085	\$326,689
Compressed Air Audit	1	\$1,350	\$7,163	\$8,513
Residential	4,072	\$227,055	\$139,891	\$366,947
Appliance Recycling Freezer	19	\$2,390	\$1,530	\$3,920
Appliance Recycling Refrigerator	139	\$19,561	\$13,410	\$32,971
Button Up - Level I	21	\$8,618	\$4,416	\$13,035
Energy Audit - Billing Insights Audit	66	\$0	\$0	\$0
ENERGY STAR Air Source Heat Pump	120	\$34,800	\$41,625	\$76,425
ENERGY STAR Central Air Conditione	r 161	\$46,800	\$15,300	\$62,100
ENERGY STAR Clothes Washer	350	\$23,925	\$15,190	\$39,115
ENERGY STAR Dishwasher	327	\$16,000	\$2,590	\$18,590
ENERGY STAR Freezer	37	\$1,600	\$270	\$1,870
ENERGY STAR Heat Pump Water Hea	ter 16	\$3,600	\$4,620	\$8,220
ENERGY STAR MANUFACTURED HOME	1	\$1,900	\$2,400	\$4,300
ENERGY STAR Refrigerator	432	\$39,200	\$11,070	\$50,270
Heat Pump Retrofit	22	\$20,980	\$24,770	\$45,750
LED	2,200	\$1,980	\$0	\$1,980
LED-Promotional	87	\$0	\$0	\$0
TSE Home (Prescriptive)	6	\$5,700	\$2,700	\$8,400
Direct Load Control	68			
otal	4,116	\$359,009	\$343,139	\$702,148

Notes: Direct Load Control participants are new participants in the year.

Appliance Recycling Rebate + Co-op Admin includes 3rd party admin costs paid by EKPC.

LED- Promotional and auditing software paid by EKPC to a 3rd party

Kentucky's Touchstone Energy Cooperatives

Owen Electric

January 01, 2018 to December 31, 2018

sure		#Customers	Rebates + Co-op Admin	Lost Revenue Amount	Total Cost
Comme	rcial	32	\$77,358	\$116,162	\$193,520
(C&I Lighting Upgrade	32	\$77,358	\$116,162	\$193,520
Resider	ntial	3,771	\$259,524	\$149,987	\$409,511
,	Appliance Recycling Freezer	22	\$3,048	\$1,890	\$4,938
,	Appliance Recycling Refrigerator	135	\$20,208	\$12,780	\$32,988
1	Button Up - Level I	23	\$9,140	\$4,613	\$13,753
(CARES HEAT PUMP ELIGIBLE	10	\$18,000	\$6,000	\$24,000
(CARES HEAT PUMP IN-ELIGIBLE	1	\$850	\$600	\$1,450
	Energy Audit - Billing Insights Audit	44	\$0	\$0	\$0
	ENERGY STAR Air Source Heat Pump	144	\$33,300	\$39,000	\$72,300
	ENERGY STAR Central Air Conditioner	202	\$50,100	\$16,400	\$66,500
	ENERGY STAR Clothes Washer	433	\$26,175	\$15,690	\$41,865
ı	ENERGY STAR Dishwasher	416	\$18,850	\$3,065	\$21,915
	ENERGY STAR Freezer	50	\$1,850	\$460	\$2,310
1	ENERGY STAR Heat Pump Water Heater	27	\$3,000	\$3,465	\$6,465
1	ENERGY STAR Refrigerator	516	\$41,600	\$13,655	\$55,255
1	Heat Pump Retrofit	25	\$23,000	\$28,009	\$51,009
1	.ED	1,560	\$1,404	\$0	\$1,404
ı	ED-Promotional	44	\$0	\$0	\$0
	rse Home (Performance)	1	\$450	\$310	\$760
	rse Home (Prescriptive)	9	\$8,550	\$4,050	\$12,600
	Direct Load Control	109	\$0	\$0	\$0
		3,803	\$336,882	\$266,149	\$603,031

Notes: Direct Load Control participants are new participants in the year.

Appliance Recycling Rebate + Co-op Admin includes 3rd party admin costs paid by EKPC.

LED- Promotional and auditing software paid by EKPC to a 3rd party

COMMISSION STAFF'S INITIAL REQUEST FOR INFORMATION TO 15 OF EAST KENTUCKY POWER COOPERATIVE, INC.'S COOPERATIVES DATED MARCH 28, 2019

REQUEST 2

RESPONSIBLE PARTY: Jack Scott Lawless

Request 2: For each Distribution Cooperative, provide the total cost for each DSM program by year for the past five years and indicate the amount of the total cost that was reimbursed by East Kentucky Power Cooperative, Inc. (EKPC) and the amount not reimbursed by EKPC.

Response 2: Refer to the tables for 2014, 2015, 2016, 2017, and 2018 included with Owen Electric's Response to Commission Staff's Initial Request for Information, Item 1. The amounts labeled "Total Cost" represent all DSM costs reimbursed to Owen Electric by EKPC except for advertising. Advertising costs are excluded entirely from the tables provided in response to Item 1.

Unreimbursed costs include Owen Electric's share of advertising costs. administrative costs,² and low energy light bulbs.³ The calculation of Owen Electric's total cost of providing each DSM program for the years 2014, 2015, 2016, 2017, and 2018 are shown in the tables that follow.

Kentucky's Touchstone Energy Cooperatives



Owen Electric January 01, 2014 to December 31, 2014

Measure		Reimbursed "Total Cost"	Unreimbursed Advertising	Unreimbursed Admin.	Unreimbursed Bulbs	Total
Co	mmercial	\$82,083	\$0	\$3,524	\$0	\$85,607
	C&I Lighting Upgrade	\$82,083		\$3,524		\$85,607
Re	sidential	\$249,372	\$0	\$22,413	\$2,203	\$273,988
	Button Up - Level I	\$23,478		\$2,379		\$25,857
	CFL	\$2,160			\$2,203	\$4,363
	Heat Pump Retrofit	\$139,854		\$3,229		\$143,083
	HVAC Duct Sealing	\$500		\$207		\$707
	LED	\$0				\$0
	TSE Home (Performance)	\$71,560		\$12,990		\$84,550
	TSE Home (Prescriptive)	\$11,820		\$3,608		\$15,428
	Direct Load Control					\$0
Total		\$331,455	\$0	\$25,937	\$2,203	\$359,595
Ad	lvertising	\$2,120	\$707	\$0	\$0	\$2,827
	DSM - multiple programs	\$2,120	\$707			\$2,827
Total		\$333,575	\$707	\$25,937	\$2,203	\$362,422

¹ EKPC reimbursed Owen Electric 75 percent of DSM advertising costs capped at a fixed limit based on the number of meters serviced by Owen Electric. The 2014 cap was equal to \$.50 per meter served. The cap was \$.75 per meter during 2015, 2016, and 2017. EKPC discontinued advertising reimbursement after 2017.

Note that advertising costs reimbursable by EKPC include outgoing funds expended by Owen Electric for television, radio, newspaper, and other advertisements specific to DSM programs. Advertising costs do not include an allocation of the cost of Owen Electric's social media, Kentucky Living magazine, and other communication outlets where DSM programs are continuously promoted.

² EKPC reimbursed Owen Electric a fixed amount for each DSM program administered. For example, during 2018 EKPC reimbursed Owen Electric \$130 for each Level 1 Button Up program completed during the year while the reimbursement amount for each Level 1 Button Up with Air Sealing was \$230. The reimbursements are intended to assist Owen Electric with paying a portion of the costs incurred to administer the programs. Administrative costs include employee wages, benefits, transportation, and communication expenses attributed to the DSM programs.

³ EKPC reimbursed Owen Electric \$.90 cents per bulb since 2014. Owen Electric paid the cost that exceeded reimbursement.

Kentucky's Touchstone Energy Cooperatives

Owen Electric January 01, 2015 to December 31, 2015

easure		Reimbursed "Total Cost"	Unreimbursed Advertising	Unreimbursed Admin.	Unreimbursed Bulbs	Total
Cor	mmercial	\$172,172	\$0	\$8,798	\$0	\$180,970
	C&I Lighting Upgrade	\$172,172		\$8,798		\$180,970
Res	sidential	\$579,963	\$0	\$38,190	\$933	\$619,086
	Appliance Recycling Freezer	\$4,441				\$4,441
	Appliance Recycling Refrigerator	\$23,156				\$23,156
	Button Up - Level I	\$30,350		\$2,664		\$33,014
	Button Up - Level II	\$2,085		\$20		\$2,105
	CFL	\$900			\$933	\$1,833
	Energy Audit - Billing Insights Audit	\$0				\$0
	ENERGY STAR Air Source Heat Pump	\$44,000				\$44,000
	ENERGY STAR Central Air Conditioner	\$23,800				\$23,800
	ENERGY STAR Clothes Washer	\$26,020				\$26,020
	ENERGY STAR Dishwasher	\$13,085				\$13,08
	ENERGY STAR Freezer	\$1,280				\$1,280
	ENERGY STAR Heat Pump Water Heater	\$10,275				\$10,27
	ENERGY STAR MANUFACTURED HOME	\$4,300				\$4,300
	ENERGY STAR Refrigerator	\$27,350				\$27,35
	Heat Pump Retrofit	\$181,321		\$3,733		\$185,05
,	LED-Promotional	\$0				\$1
	TSE Home (Performance)	\$177,800		\$30,114		\$207,914
	TSE Home (Prescriptive)	\$9,800		\$1,660		\$11,460
	Direct Load Control					\$0
otal		\$752,135	\$0	\$46,988	\$933	\$800,05
Adv	vertising	\$8,900	\$2,967	\$0	\$0	\$11,866
	BillingInsights	\$2,281	\$760			\$3,04
	Button-Up	\$5,295	\$1,765			\$7,06
	Energy Star Appliance	\$563	\$188			\$75
	DSM - multiple programs	\$233	\$78			\$31
	HVAC Duct Seal	\$529	\$176			\$70
otal		\$761,034	\$2,967	\$46,988	\$933	\$811,92

Kentucky's Touchstone Energy Cooperatives Owen Electric

January 01, 2016 to December 31, 2016

easure		Reimbursed "Total Cost"	Unreimbursed Advertising	Unreimbursed Admin.	Unreimbursed Bulbs	Total
Cor	mmercial	\$223,250	\$0	\$10,398	\$0	\$233,649
	C&I Lighting Upgrade	\$219,962		\$9,458		\$229,420
	Compressed Air Audit	\$3,288		\$941		\$4,229
Res	sidential	\$525,699	\$0	\$18,491	\$3,631	\$547,821
	Appliance Recycling Freezer	\$6,152				\$6,152
	Appliance Recycling Refrigerator	\$24,227				\$24,227
	Button Up - Level I	\$13,020		\$650		\$13,670
	Energy Audit - Billing Insights Audit	\$0				\$0
	ENERGY STAR Air Source Heat Pump	\$72,460				\$72,460
	ENERGY STAR Central Air Conditioner	\$83,775				\$83,775
	ENERGY STAR Clothes Washer	\$36,545				\$36,545
	ENERGY STAR Dishwasher	\$23,065				\$23,065
	ENERGY STAR Freezer	\$1,475				\$1,475
	ENERGY STAR Heat Pump Water Heater	\$13,315				\$13,315
	ENERGY STAR MANUFACTURED HOME	\$25,800				\$25,800
	ENERGY STAR Refrigerator	\$49,955				\$49,955
	Heat Pump Retrofit	\$75,517		\$1,224		\$76,741
	LED	\$994			\$3,631	\$4,625
	LED-Promotional	\$0				\$0
	TSE Home (Performance)	\$91,000		\$15,212		\$106,212
	TSE Home (Prescriptive)	\$8,400		\$1,404		\$9,804
	Direct Load Control					
tal	建设设施的现在分词	\$748,950	\$0	\$28,889	\$3,631	\$781,470
Adv	vertising	\$4,928	\$1,643	\$0	\$0	\$6,570
	BillingInsights	\$1,624	\$541			\$2,165
	Button-Up	\$3,229	\$1,076			\$4,305
	DSM - multiple programs	\$75	\$25			\$100
tal	Contract to the first that the second state of	\$753,877	\$1,643	\$28,889	\$3,631	\$788,040

Kentucky's Touchstone Energy Cooperatives Owen Electric January 01, 2017 to December 31, 2017

Measure		Reimbursed "Total Cost"	Unreimbursed Advertising	Unreimbursed Admin.	Unreimbursed Bulds	Total
Co	Commercial		\$0	\$18,594	\$0	\$353,795
	C&I Lighting Upgrade	\$326,689		\$17,620		\$344,309
	Compressed Air Audit	\$8,513		\$974		\$9,487
Re	sidential	\$366,947	\$0	\$6,855	\$2,819	\$376,620
	Appliance Recycling Freezer	\$3,920				\$3,920
	Appliance Recycling Refrigerator	\$32,971		\$4,459		\$37,430
	Button Up - Level I	\$13,035				\$13,035
	Energy Audit - Billing Insights Audit	\$0				\$0
	ENERGY STAR Air Source Heat Pump	\$76,425				\$76,425
	ENERGY STAR Central Air Conditioner	\$62,100				\$62,100
	ENERGY STAR Clothes Washer	\$39,115				\$39,115
	ENERGY STAR Dishwasher	\$18,590				\$18,590
	ENERGY STAR Freezer	\$1,870				\$1,870
	ENERGY STAR Heat Pump Water Heater	\$8,220				\$8,220
	ENERGY STAR MANUFACTURED HOME	\$4,300				\$4,300
	ENERGY STAR Refrigerator	\$50,270				\$50,270
	Heat Pump Retrofit	\$45,750		\$873		\$46,623
	LED	\$1,980			\$2,819	\$4,799
	LED-Promotional	\$0				\$0
	TSE Home (Prescriptive)	\$8,400		\$1,523		\$9,923
	Direct Load Control					\$0
Total		\$702,148	\$0	\$25,449	\$2,819	\$730,416
Ad	lvertising	\$5,555	\$1,852	\$0	\$0	\$7,407
	BillingInsights	\$1,520	\$507			\$2,027
	Button-Up	\$3,000	\$1,000			\$4,000
	Energy Star Appliance	\$900	\$300			\$1,200
	DSM - multiple programs	\$135	\$45			\$180
Total		\$707,703	\$1,852	\$25,449	\$2,819	\$737,822

Kentucky's Touchstone Energy Cooperatives Owen Electric January 01, 2018 to December 31, 2018

sure	Reimbursed "Total Cost"	Unreimbursed Admin.	Unreimbursed Bulbs	Total
Commercial	\$193,520	\$13,809	\$0	\$207,330
C&I Lighting Upgrade	\$193,520	\$13,809		\$207,330
Residential	\$409,511	\$5,428	\$1,201	\$416,141
Appliance Recycling Freezer	\$4,938			\$4,938
Appliance Recycling Refrigerator	\$32,988			\$32,988
Button Up - Level I	\$13,753	\$978		\$14,731
CARES HEAT PUMP ELIGIBLE	\$24,000	\$380		\$24,380
CARES HEAT PUMP IN-ELIGIBLE	\$1,450	\$38		\$1,488
Energy Audit - Billing Insights Audit	\$0			\$0
ENERGY STAR Air Source Heat Pump	\$72,300			\$72,300
ENERGY STAR Central Air Conditioner	\$66,500			\$66,500
ENERGY STAR Clothes Washer	\$41,865			\$41,865
ENERGY STAR Dishwasher	\$21,915			\$21,915
ENERGY STAR Freezer	\$2,310			\$2,310
ENERGY STAR Heat Pump Water Heater	\$6,465			\$6,465
ENERGY STAR Refrigerator	\$55,255			\$55,255
Heat Pump Retrofit	\$51,009	\$1,201		\$52,210
LED	\$1,404		\$1,201	\$2,605
LED-Promotional	\$0			\$0
TSE Home (Performance)	\$760	\$283		\$1,043
TSE Home (Prescriptive)	\$12,600	\$2,548		\$15,148
Direct Load Control	\$0			\$0
TEXT TO THE TEXT	\$603,031	\$19,238	\$1,201	\$623,470

In addition to the DSM programs referred to above, Owen Electric provides an Energy Audit DSM program to residential and small commercial Members. To provide this program, Owen Electric employs an Energy Advisor who performs, among other duties, energy audits at the request of the Member. The table below lists the number of energy audits performed during the years 2014 through 2018 and the estimated cost of those audits. EKPC provides no reimbursement for these costs.

	Year							
	2014	2015	2016	2017	2018			
Number of Audits	202	166	129	206	298			
Estimated Cost	\$42,048	\$41,464	\$31,994	\$53,421	\$82,265			

COMMISSION STAFF'S INITIAL REQUEST FOR INFORMATION TO 15 OF EAST KENTUCKY POWER COOPERATIVE, INC.'S COOPERATIVES **DATED MARCH 28, 2019**

REQUEST 3

RESPONSIBLE PARTY: Jack Scott Lawless

Provide the names of the members of EKPC's DSM Steering Committee, identify Request 3: which Distribution Cooperative each member represents, and describe the process used to evaluate the cost-effectiveness and need for existing DSM programs offered by the respective Distribution Cooperatives.

Response 3: Alan Coffey (South Kentucky RECC), Barry Drury (Blue Grass Energy), Caralyne Pennington (Farmers RECC), Charlie Pasley (Clark Energy), Chuck Filiatreau (Salt River Electric), Jared Routh (Shelby Energy), Dan Hitchcock (Inter-County Energy), John May (Licking Valley RECC), Joni Hazelrigg (Fleming-Mason Energy), Natasha Wiley (Big Sandy RECC), Rich Prewitt (Cumberland Valley), Rick Ryan (Nolin RECC), Sandy Painter (Jackson Energy), Jack Scott Lawless (Owen Electric), Tina Preece (Grayson), Ann Beard (Taylor Co. RECC), Scott Drake (EKPC), Joe Settles (EKPC), Hank Smith (EKPC), Tom Castle (EKPC), Bill Blair (EKPC), Sha Phillips (EKPC), and Josh Littrell (EKPC).

The DSM Steering Committee reviews the DSM Potential Study performed by GDS Associates for each EKPC IRP. That study identifies all potential cost-effective DSM programs. John Farley, DSM consultant, also provides additional insight to DSM program cost-effectiveness evaluations. The DSM Steering Committee, based on their field experience working the membership, helps to identify the need for cost-effective programs. Although no formal process exists to determine need for a new DSM programs, participation levels of existing programs are reviewed to assist in determining the need to continue cost-effective programs. Both the DSM Steering Committee and the owner-member CEOs expressed a desired to continue cost-effective residential programs that assist their members having high bills due to energy-inefficient housing.

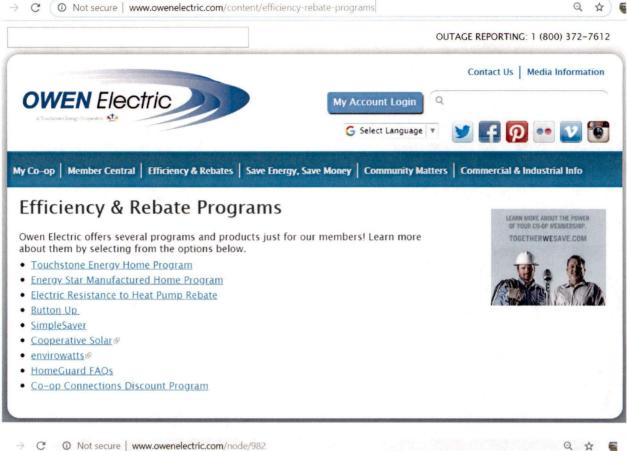
COMMISSION STAFF'S INITIAL REQUEST FOR INFORMATION TO 15 OF EAST KENTUCKY POWER COOPERATIVE, INC.'S COOPERATIVES DATED MARCH 28, 2019

REQUEST 4

RESPONSIBLE PARTY: Jack Scott Lawless

Request 4: Provide a copy of all marketing materials and brochures currently used to promote each DSM program that each Distribution Cooperative proposes to continue.

Response 4: Owen Electric employs several methods of Member communications, including monthly Member newsletters within Kentucky Living magazine; periodic e-mails and bill inserts; its website; and social media outlets, including: Facebook, Twitter, Instagram and Pinterest. Since the Commission's order in case 2019-00060, dated February 27, 2019, Owen has updated its website, Member handbook, and New Member Information card to reflect revised DSM programs (see pages 2 thru 8 of this response). Owen Electric will continue to promote the revised DSM programs through the resources mentioned above.



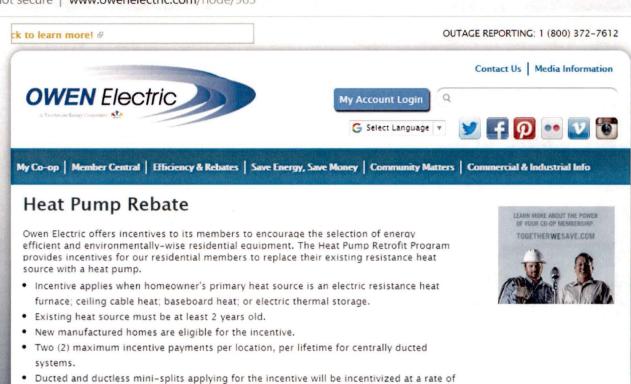


3) Final inspection and testing (Required)





Not secure | www.owenelectric.com/node/983



 Participants in the Heat Pump Retrofit Program are not eligible for participation in the ENERGY STAR Manufactured Home Program.

Residential members (homeowners replacing their existing resistance heat source with a

\$250 per indoor head unit up to a maximum of three head units per location, per

Residential members/homeowners replacing their existing resistance heat source with a heat pump will qualify for the following incentive based on the equipment type:

Centrally Ducted Systems:

Current Energy Conservation Standard established by the Federal Department of Energy (DOE), \$500

Current ENERGY STAR level equipment of greater, \$750

Mini Split Systems:

Ducted or ductless Mini-Splits ENERGY STAR, \$250





Energy Efficiency Rebates

- ENERGY STAR® Manufactured Home
- Touchstone Energy Home Program
- Heat Pump Rebate
- Button-Up
- SimpleSaver

Renewable Energy Options

- Cooperative Solar
- EnviroWatts

Convenience Programs

- HomeGuard Surge Protection
- Co-op Connections Discount Program

To learn more about the Member Programs available, log on to www.owenelectric.com, and find the Efficiency & Rebates tab, and select a program. To speak to a Member Services representative, call (800) 372-7612.













NEW MEMBER INFORMATION

Welcome!

We're happy to have YOU as a Member of Owen Electric.

Several Member resources are available to access online, or through mail by request:



MEMBER HANDBOOK & BYLAWS

The Member Handbook and Bylaws give you an overview of Owen Electric, the services we offer, the benefits of being a member, and how we operate as a cooperative.



PAYMENT OPTIONS

- Prepay Service
- OEC Mobile App or Online
- Automatic Draft
- · Mail or Phone
- In Person



REPORT OUTAGES

If you experience a power outage, please report it by dialing (800) 372-7612 or texting OECTEXT to 85700.

To access online versions of Member materials, log on to www.owenelectric.com, find the My Co-op tab, and click Member Resources. To request mailed copies, call (800) 372-7612.









Rebate and Efficiency Programs

In addition to free home energy audits, Owen Electric offers several programs to incentivize members to build or improve their home to be more energy efficient.

Button-Up helps you increase your home's efficiency and your comfort while helping to save money on your electric bills. Your home must be at least two years old and use electricity as the primary heat source. Call to schedule an appointment with our energy advisor, who will visit your home and point out areas where efficiency can be improved. By participating in Button-Up, we'll pay you for every 1,000 BTU's your heating load is lowered. Call Member Service for complete details and to schedule your initial home analysis.

SimpleSaver is a program designed to help Owen Electric control electric load, keeping member rates as low as possible. You'll receive a one-time immediate bill credit after the installation of direct load control switches on your central air conditioner(s), plus annual bill credits for your participation.

Heat Pump Retrofit incentivizes members when they choose to replace their home's electric resistance heat system (electric furnace, ceiling cable, electric baseboard, or electric thermal storage) with an air-source heat pump.

Building a Home? Contact us before you start building to find out about the Touchstone Energy Home and its potential for a 30 percent reduction in annual heating and cooling costs.

The ENERGY STAR Manufactured Home Program is designed to ensure Owen Electric members purchase an energy efficient manufactured home.

After a new home installation and receiving necessary certifications, Owen Electric will issue a rebate to the member to help cover the cost of the upgrade of the home from the standard construction requirements to **ENERGY STAR** requirements.

For more information and full terms of rebates and programs, please call Member Service at (800) 372-7612, option 4.

\$impleSaver



COMMISSION STAFF'S INITIAL REQUEST FOR INFORMATION TO 15 OF EAST KENTUCKY POWER COOPERATIVE, INC.'S COOPERATIVES DATED MARCH 28, 2019

REQUEST 5

RESPONSIBLE PARTY: Jack Scott Lawless

Request 5: For each Distribution Cooperative, provide a list and cost of any DSM programs that each Distribution Cooperative offers that EKPC does not offer, if any.

Response 5: Owen Electric offers no traditional DSM programs, which provide rebates or incentives to participants, other than the programs listed and discussed in Owen Electric's Response to Commission Staff's Initial Request for Information, Items 1 and 2.

COMMISSION STAFF'S INITIAL REQUEST FOR INFORMATION TO 15 OF EAST KENTUCKY POWER COOPERATIVE, INC.'S COOPERATIVES DATED MARCH 28, 2019

REQUEST 6

RESPONSIBLE PARTY: Jack Scott Lawless

Request 6: For each Distribution Cooperative, provide a list of any DSM program targeted at low-income customers and provide a description of said programs.

Response 6: Owen Electric offers the Community Assistance Resources for Energy Savings ("CARES") low-income program. The CARES tariff is located on Sheet No. page 133 A and 133 B of Owen Electric's tariffs approved by the PSC on November 5, 2015. Below is the program description provided by EKPC as listed in the EKPC 2019 IRP – Exhibit DSM-5, Page 3 of 11.

CARES Low-Income Weatherization Program

Program Description

EKPC's Community Assistance Resources for Energy Savings (CARES) Low Income Program provides an incentive to enhance the weatherization and energy efficiency services provided to its residential retail members by the Kentucky Community Action Agency's (CAA) network of not for profit community action agencies.

EKPC and its owner-members provide an incentive to the CAA implementing the project on behalf of the retail member.

EKPC's program has two primary objectives. First, EKPC's incentive will enable the CAA to install more measures in each home. Second, the additional incentive from EKPC will assist CAA in weatherizing more homes.

Two types of homes are eligible for incentives:

Heat Pump Eligible Homes are single family or multi-family residential dwellings that use electricity for their primary source of heat. The EKPC incentive can be used to upgrade the home to an air source heat pump as well as to install weatherization improvements including insulation, air sealing, duct sealing, and a water heater blanket.

Heat Pump ineligible homes are single family or multi-family residential dwellings that do not use electricity for their primary source of heat, but do cool their home with central or window unit air conditioners. The EKPC incentive can be used to install weatherization improvements.

The maximum incentive per household is \$2,000.

Target Market

The homeowner must be a residential retail member of one of EKPC's 16 owner-members.

The household must qualify for weatherization and energy efficiency services according to the guidelines of the Weatherization Assistance Program administered by the local CAA. Household income cannot exceed the designated poverty guidelines established by the CAA.