Steven L. Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet



Commonwealth of Kentucky Public Service Commission 211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

July 23. 2013

David L. Armstrong Chairman

James W. Gardner Vice Chairman

> Linda Breathitt Commissioner

PARTIES OF RECORD

Re: Case No. 2013-00052 ROY G. COLLINS VS. JACKSON PURCHASE ENERGY CORPORATION

Attached is a copy of the memorandum which is being filed in the record of the above-referenced case. If you have any comments you would like to make regarding the contents of the informal conference memorandum, please do so within five days of receipt of this letter. If you have any questions, please contact Aaron Ann Cole, Staff Attorney, at 502-782-2591.

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Attachments

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INTRA-AGENCY MEMORANDUM

KENTUCKY PUBLIC SERVICE COMMISSION

TO: Case File No. 2013-00052

FROM: Aaron Ann Cole, Staff Attorney

DATE: July 5, 2013

RE: Informal Conference of July 1, 2013

Pursuant to the Commission's Order issued June 21, 2013, an informal conference ("IC") was held at the Commission's offices in Frankfort, Kentucky on July 1, 2013. The purpose of the informal conference was to further an understanding of any and all outstanding issues that could lead to the development or a potential resolution of some or all of the issues in the case. A list of the attendees is attached to this memo.

Mr. Collins initiated discussion by discussing his usage of the structure located at 1400 Carrsville Road, Hampton, Kentucky. He contended that this structure is his second home, and detailed his usage of the property. Mr. Collins averred that the structure is not a hunting lodge, and that he had never referred to it as such. He stated that the structure is not part of a commercial operation, but he noted that he is being charged a commercial rate for electric service. Mr. Collins discussed the permanent nature of the structure at length, specifically noting that there is a concrete poured basement, heating, air, two deep freezers, a refrigerator, and alarm systems that operate whether he is at the structure or not.

Ms. Yates, on behalf of Jackson Purchase, began by noting that there is an error in the numbering of Jackson Purchase's tariffs that has been corrected. She stated that the structure is not a primary residence, and that there is no way for Jackson Purchase to determine with certainty how much electric usage will occur at the structure. She emphasized that since the structure was not initially characterized as a residence, it was Jackson Purchase's position that the structure is on the correct tariff and that Mr. Collins is being charged the proper rate. Mr. Nuckols also emphasized that Jackson Purchase relies on its customers' initial description of the type of service that needed to be provided to a given structure, and that here, Jackson Purchase placed Mr. Collins on the correct tariff based on his initial description of the building.

Mr. Collins contended that his structure is a permanent one and should fall under the residential tariff, and that this structure was more permanent than his mobile home that was previously on the property and was served under a residential tariff.

Ms. Yates and Mr. Nuckols averred that they were strictly examining the issue of whether Mr. Collins' property falls under the indeterminate use tariff, and relying on the initial description that Jackson Purchase received from Mr. Collins regarding the structure.

After additional discussion between the parties, Commission Staff outlined procedural options that the parties could choose following the IC, namely, that the parties could submit the record, as it stands now, to the Commission for a decision; or, the parties could decide that this case should go to hearing, and could develop a procedural hearing to that end.

Both parties agreed to submit memorandum to the Commission setting forth their preference for one of the procedural options set forth by Commission Staff.

There being no further discussions, the informal conference was adjourned.

Attachment

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ROY G. COLLINS COMPLAINANT))
V.) CASE NO.) 2013-00052
JACKSON PURCHASE ENERGY CORPORATION)
DEFENDANT)

July 1, 2013

Please sign in:

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