



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



RECEIVED

MAY 04 2016

PUBLIC SERVICE
COMMISSION

May 2, 2016

Kentucky Public Service Commission
211 Sower Boulevard
Frankfort, Kentucky 40601

Re: Case No. 2015-00012
Subject: Energy Retrofit Rider Permanent Tariff

To Whom It May Concern:

Please find enclosed responses to Appendix to an Order of the Kentucky Public Service Commission in Case no 2015-00012 dated April 09, 2015

Sincerely,

Kerry Howard
General Manager/CEO



COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF LICKING VALLEY)
RURAL ELECTRIC COOPERATIVE) CASE NO.
CORPORATION FOR AN ORDER) 2015-00012
APPROVING KY ENERGY RETROFIT)
RIDER PERMANENT TARIFF)

1. Number of homes that have completed an energy assessment during the preceding year and for the retrofit program to date. 6 (six)

2. Number of homes that have completed a retrofit during the preceding calendar year and for the program to date. 2 (two)

3. Number of new participants during the calendar year and for the program to date. 3 (three)

4. Average monthly payment during the preceding calendar year and for the program to date. \$32.07

5. Average monthly savings in dollars during the preceding calendar year and for the program to date. \$37.50

6. To the extent available for each project during the preceding calendar year, the actual monthly savings in kWh usage compared to the estimated monthly savings.

Answer: Both Jobs were completed at the end (Nov/Dec) of the 2015 calendar year and a comparison to prior year is not feasible.

7. A list of each account that became inactive during the preceding calendar year, including: *None*

a. The reason the account became inactive (non-payment, residence destroyed, etc.); *n/a*

b. The amount of the unpaid liability; and *n/a*

c. Whether the account became active again during the preceding calendar year, and if so, when it became active. *n/a*

8. If applicable, documentation of any and all of issues or complaints reported by participating on-bill financing customers during the preceding calendar year and how each issue was resolved. *n/a*

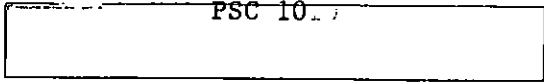
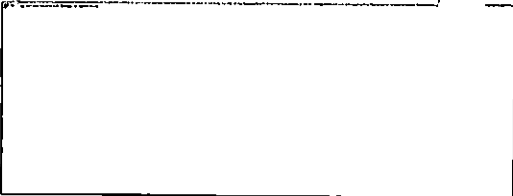
9. A list of independent contractors qualified to participate in the program.

Answer: LSM Contracting, Williams Electric Contraction, Inc.

10. A schedule of all fees charged by MACED for the services provided under the KER program

Answer: See Attached exhibit 1

11. The balance remaining in the Risk Mitigation Fund as of December 31 of the preceding calendar year. *\$83,206.00*



**Attachment 1
How\$martKY™ Services and Fees**

MACED services as Data Management Contractor

- Track and analyze data for the retrofit.
- Upload "Before Retrofit" (BR) usage file into How\$martKY™ system.
- Review How\$martKY™ retrofit packet and requisition.
- Set up retrofit in data collection systems.

Data Management Contractor fee: \$250.00 per retrofit to be included in the retrofit project cost and included in calculating the monthly payment by the customer, along with all other contractor costs, per Section 1 of the Memorandum of Agreement.

MACED services as Agent of the Utility

MACED will perform the services initialed by both parties below per Section 2 of the Memorandum of Agreement.

MACED's fees for these services is \$ 750 per retrofit.

If available, third-party funds or grant-funded subsidies may be applied to some or all of this cost.

From the date of signing through DEC 31, 2015, MACED will furnish a grant-funded subsidy of \$ 500 per retrofit for up to 20 retrofits per year subject to availability of funds.

The Utility agrees to pay MACED for any portion of these services not covered by subsidies.

MACED	Utility	
✓		_ Contact customer to schedule appointment
✓		_ Perform energy assessment
✓		_ Create conservation plan & purchase agreement
✓		_ Present customer with initial conservation plan and purchase agreement
✓		_ Contact contractors and request bids using Conservation Plan specifications
✓		_ Verify all paperwork is complete and signed including How\$martKY application form, initial conservation plan, purchase agreement, copy of deed, UCC
✓		_ Contact contractors to arrange for job start up
✓		_ Perform quality assurance during installation & test out at retrofit completion
✓		_ Create final conservation plan and purchase agreement
✓		_ Present final conservation plan and purchase agreement to customer
✓		_ Create retrofit packet (contains all paperwork for the job)
✓		_ Submit requisition
	✓	_ File UCC Financing Statements (up to 3 filings per retrofit)

Annual fee review: MACED's fee structure will be reviewed on a yearly contract basis with our utility partners. Fees or services to be performed are subject to change upon mutual agreement

J.M.
5-7-15
PW
5-13-15