

Nolin RECC
411 Ring Road
Elizabethtown, KY 42701-8701

PSC KY NO. 10
2nd Revision Sheet No. 5

CANCELING PSC KY NO. 10
1st Revision Sheet No. 5

RULES AND REGULATIONS

9. DEPOSITS TO GUARANTEE PAYMENT OF BILLS

(T)

For all consumers classified as Rate Schedule 1

REFERENCE: 807 KAR 5:006 Section 7

The Cooperative shall require a minimum cash deposit or other guaranty to secure payment of bills except for customers qualifying for service reconnection pursuant to 807 KAR 5:006, Section 15, Winter Hardship Reconnection. Service may be refused or discontinued for failure to pay the requested deposit. Interest, as prescribed by KRS 278.460,1, will be paid annually either by refund or credit to the consumer's bill, except that no refund or credit will be made if the consumer's bill is delinquent on the anniversary date of the deposit.

(T) The deposits shall be seventy-five (\$75.00) dollars for residences with non-electric heat; one hundred (\$100.00) dollars for residences with electric heat. The deposit may be waived if the consumer can provide the cooperative with satisfactory credit and payment history and for homeowners with satisfactory credit and payment history.

Required deposits will be returned after one (1) year if the consumer has established a satisfactory payment record for that period. If a deposit has been waived or returned and the consumer fails to maintain a satisfactory payment record, a deposit may then be required. The Cooperative may require a deposit in addition to the initial deposit if the consumer's classification of service changes or if there is a substantial change in usage. Upon termination of service, the deposit, any principal amounts, and any interest earned and owing will be credited to the final bill with any remainder refunded to the consumer. The deposit amount shall not exceed 2/12th of the consumer's actual or estimated annual bill.

If the deposit is retained for more than eighteen (18) months, at the consumer's request, the deposit will be recalculated every eighteen (18) months based on the consumer's actual usage. If the deposit on account differs from the recalculated amount by more than \$10.00 for a residential consumer or 10 percent for a non-residential consumer, the Cooperative may collect any underpayment and shall refund any overpayment by check or credit to the consumer's bill. No refund will be made if the consumer's bill is delinquent at the time of the recalculation.

CANCELLED
OCT 2002

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

APR 01 2001

DATE OF ISSUE	February 22, 2001	DATE EFFECTIVE	April 1, 2001
ISSUED BY	<i>Michael L. Miller</i>	TITLE	President & CEO
	NAME		TITLE
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THE COMMISSION