

Nolin RECC
411 Ring Road
Elizabethtown, KY 42701-6767

PSC KY NO. 10
4th Revision Sheet No. 5

CANCELING PSC KY NO. 10
3rd Revision Sheet No. 5

RULES AND REGULATIONS

9. DEPOSITS TO GUARANTEE PAYMENT OF BILLS

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 deposit may be waived if the consumer(s) has established a satisfactory payment history with the Cooperative. If the consumer(s) has no credit history with the Cooperative, the Cooperative will perform a credit check through a credit reporting agency with which the Cooperative has entered a contractual agreement. No letters of credit will be accepted in an attempt to waive the required deposit. 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.

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, 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.

All consumers' deposits shall be based upon actual usage of the consumer at the same or similar premises for the most recent 12-month period, if such information is available. If usage information is not available, the deposit will be based on the average bills of similar customers and premises using the Cooperative's service. The deposit amount shall not exceed 2/12ths of the consumer's actual or estimated annual bill.

C11/28/09

DATE OF ISSUE November 26, 2008		DATE EFFECTIVE December 26, 2008 <u>December 26, 2009</u>	
ISSUED BY <u>Michael L. Miller</u> President & CEO		E	
NAME		TITLE	
		By <u>Stephanie Dumber</u> Executive Director	

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE
12/26/2008

807 KAR 5:011
SECTION 9 (1)
411 Ring Road

Nolin RECC
411 Ring Road
Elizabethtown, KY 42701-8701

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

CANCELING PSC KY NO. 10
Original Sheet No. 5A

RULES AND REGULATIONS

9A. DEPOSITS TO GUARANTEE PAYMENT OF BILLS

(T)

For all consumers, other than those 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. 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.

The deposit may be waived if the consumer has established satisfactory credit or payment history with the Cooperative. 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.

After 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 percent 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.

All consumer's deposits shall be based upon actual usage of the consumer at the same or similar premises for the most recent 12-month period, if such information is available. If usage information is not available, the deposit will be based on the average bills of similar customers and premises in the system. The deposit amount shall not exceed 2/12 of the consumer's actual or estimated annual bill.

10. RIGHT OF ACCESS

REFERENCE: 807 KAR 5:006 Section 19 AND Section 14 (c)

C11/28/09

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

APR 01 2001

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)

DATE OF ISSUE February 22, 2001

DATE EFFECTIVE April 1, 2001

ISSUED BY	<i>Michael L. Miller</i>	President & CEO	411 Ring Road Elizabethtown, KY 42701-8701
	NAME	TITLE	ADDRESS

SECRETARY OF THE COMMISSION