

RIDER IRS

INTERRUPTIBLE RESIDENTIAL SERVICE

APPLICABILITY

Applicable to residential electric service provided by the Company under provisions of Rate RS in private residences or single occupancy apartments utilizing central air conditioning or central air conditioning and electric water heating equipment. This rider is not applicable to initial installations for water heating only.

CREDIT

The customer will accrue a monthly credit for permitting the Company to interrupt electric service to the customer's air conditioning and/or water heating equipment as follows:

	40% Cycle	55% Cycle	67% Cycle	100% Cycle
1. Air Conditioner Credit	\$4.00	\$5.00	\$6.00	\$10.00

For purposes of administering the air conditioner interrupt credits, the applicable period is defined as that period represented by the Company's billing for the four (4) revenue months of June through September.

2. Water Heater Credit				\$ 1.00
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For purposes of administering the water heater interrupt credit, the applicable period is defined as that period represented by the Company's billing for the eight (8) revenue months of June through September and December through March.

TERMS AND CONDITIONS

This rider shall be applied to those customers who permit the Company to install and operate a radio control device on the customer's premises for the purpose of interrupting service to the customer's air conditioner and/or water heater. The customer shall enter into a participation agreement with the Company specifying the level of interrupt credits desired. If the customer is not the property owner, the property owner's signature will also be required. Further, if the customer is not the tenant at the service location to which this rider will be applicable, the signature of both the tenant and the customer will be required.

If the customer agrees to participate under the "40% Cycle," the maximum period of air conditioner interruption will be 12 minutes per 30 minute period. If the customer agrees to participate under the "55% Cycle," the maximum period of air conditioner interruption will be 17 minutes per 30 minute period. If the customer agrees to participate under the "67% Cycle," the maximum period of air conditioner interruption will be 20 minutes per 30 minute period. If the customer agrees to participate under the "100% Cycle," the Company may interrupt the customer's air conditioning for the full 30 minute period.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

Issued by authority of an Order of the Kentucky Public Service Commission dated December 1, 1995 in Case No. 95-312.

MAY 01 1996

Issued: April 29, 1996

Effective: PURSUANT TO 1987 KAR 5.011,
SECTION 9 (1)

Issued by W. J. Grealis, President



BY: Jordan C. Neel
FOR THE PUBLIC SERVICE COMMISSION



TERMS AND CONDITIONS (Cont.d)

The maximum number of hours during which the Company will interrupt service to the customer's air conditioner is nine (9) hours per day during the summer on peak period, except where the Company defines an emergency situation to exist.

Where the customer agrees to an interruption of electric service to the customer's water heater, the maximum period of such interruption shall be four (4) hours per 24 hour period during the summer and winter on peak periods except where the Company defines an emergency situation to exist.

The summer and winter on peak periods are defined as follows:

- 1) Summer period - 11 a.m. to 8 p.m., Monday through Friday.
- 2) Winter period - 9 a.m. to 2 p.m. and 5 p.m. to 9 p.m., Monday through Friday.

Where the Company defines an emergency situation to exist which threatens the integrity of the Company's electrical system, the Company may, at its option, interrupt air conditioning and/or water heating service for the duration of the emergency.

The customer's electrical wiring and other appurtenances must be in good condition and located such that the Company's radio control equipment may function adequately and be installed safely at a reasonable cost.

If, for the revenue months of June through September, the total credit amount received by the customer exceeds 15% of the customer's total bill for electric service, the Company may request that the customer change to a lower "% Cycle" plan or remove the customer from this rider.

SERVICE REGULATIONS

The supplying of, and billing for, service and all conditions applying thereto are subject to the jurisdiction of the Kentucky Public Service Commission, and to Company's Service Regulations currently in effect, and on file with the Kentucky Public Service Commission of Kentucky.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

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PURSUANT TO 807 KAR 5.011,
SECTION 9 (1)

BY: Jordan C. Neal
FOR THE PUBLIC SERVICE COMMISSION

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William J. Grealis

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RIDER DSMR
DEMAND SIDE MANAGEMENT RATE

The Demand Side Management Rate (DSMR) shall be determined in accordance with the provisions of Rider DSM, Demand Side Management Cost Recovery Rider, Sheet No. 75 of this Tariff.

The DSMR to be applied to residential customer bills beginning with the May 1996 revenue month is 0.0622 cents per kilowatt-hour.

The DSMR to be applied to non-residential service customer bills beginning with the May 1996 revenue month for distribution service is 0.0870 cents per kilowatt-hour, and 0.2291cents per kilowatt-hour for transmission service.

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BY: Jordan C. Neel
FOR THE PUBLIC SERVICE COMMISSION

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