

Kentucky Utilities Company

P.S.C. No. 16, Original Sheet No. 86.8

Adjustment Clause

DSM

Demand-Side Management Cost Recovery Mechanism

Current Program Incentive Structures

Residential Load Management / Demand Conservation

Switch Option:

- \$5/month bill credit for June, July, August, & September per air conditioning unit or heat pump on single family home.
- \$2/month bill credit for June, July, August, & September per electric water heater or swimming pool pump on single family home.
- If new customer registers by April 30, 2013, then a \$20 gift card per air-conditioning unit, heat pump, water-heater and/or swimming pool pump switch installed.
 - Customers in a tenant landlord relationship will receive the entire \$20 new customer incentive.

Multi-family Option:

- \$2/month bill credit per customer for June, July, August, & September.
- \$2/month incentive per air conditioning or heat pump switch to the premise owner for June, July, August, & September.
- If new customer registers by April 30, 2013, then a \$20 gift card per air-conditioning unit or heat pump installed.
 - Customers in a tenant landlord relationship where the entire complex participates will split the new customer incentive with the property owner.
 - Customers in a tenant landlord relationship where only a portion of the complex participates, the tenant will receive a \$20 new customer incentive.

Residential Refrigerator Removal Program

The program provides \$30 per working refrigerator or freezer.

Commercial Load Management / Demand Conservation

Switch Option

- \$5 per month bill credit for June, July, August, & September for air conditioning units up to 5 tons. An additional \$1 per month bill credit for each additional ton of air conditioning above 5 tons based upon unit rated capacity.

Customer Equipment Interface Option

The Company will offer a Load Management / Demand Response program tailored to a commercial customer's ability to reduce load. Program participants must commit to a minimum of 50KW demand reduction per control event. The Company will continue to enroll program participants until 10MW curtailable load is achieved.

- \$25 per KW for verified load reduction during the month of September.
- The customer will have access to at least hourly load reduction for the year which they remain enrolled in the program.

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Issued By: Lonnie E. Bellar, Vice President, State Regulation and Rates, Lexington, Kentucky

Lonnie E. Bellar

CANCELLED

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KENTUCKY PUBLIC
SERVICE COMMISSION

KENTUCKY
PUBLIC SERVICE COMMISSION

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TARIFF BRANCH

Brent Kirtley

EFFECTIVE

1/1/2013

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