# P.S.C. No. 16, Original Sheet No. 102

**KENTUCKY PUBLIC** 

SERVICE COMMISSION

### TERMS AND CONDITIONS

### Deposits

## GENERAL

- Company may require a cash deposit or other guaranty from customers to secure payment of bills in accordance with 807 KAR 5:006, Section 7, except for customers qualifying for service reconnection pursuant to 807 KAR 5:006, Section 15, Winter Hardship Reconnection.
- 2) Deposits may be required from all customers not meeting satisfactory credit and payment criteria. Satisfactory credit for customers will be determined by utilizing independent credit sources (primarily utilized with new customers having no prior history with Company), as well as historic and ongoing payment and credit history with Company.
  - Examples of independent credit scoring resources include credit scoring services, public record financial information, financial scoring and modeling services, and information provided by independent credit/financial watch services.
  - b) Satisfactory payment criteria with Company may be established by paying all bills rendered, having no disconnections for nonpayment, having no late notices, having no defaulted credit arrangements, having no returned payments, having no meter diversion or theft of service.
- 3) Company may offer residential or general service customers the option of paying all or a portion of their deposits in installments over a period not to exceed the first four (4) normal billing periods. Service may be refused or discontinued for failure to pay and/or maintain the requested deposit.
- 4) Interest on deposits will be calculated at the rate prescribed by law, from the date of deposit, and will be paid annually either by refund or credit to Customer's bills, except that no refund or credit will be made if Customer's bill is delinquent on the anniversary date of the deposit. If interest is paid or credited to Customer's bill prior to twelve (12) months from the date of deposit; the payment or credit will be on a prorated basis. Upon termination of service, the CELLE deposit, any principal amounts, and interest earned and owing will be credited to the final bill, with any remainder refunded to Customer.

# RESIDENTIAL

- 1) Residential customers are those customers served under Residential Service, Sheet No. 5.
- The deposit for a residential customer is in the amount of \$135.00, which is calculated in accordance with 807 KAR 5:006, Section 7(1)(b).
- Company will retain Customer's deposit for a period not to exceed twelve (12) months, provided Customer has met satisfactory payment and credit criteria.
- 4) If a deposit is held longer than eighteen (18) months, the deposit will be recalculated at Customer's request, and based on Customer's actual usage. If the deposit on account differs from the recalculated amount by more than \$10.00, Company may collect any underpayment and shall refund any overpayment by check or credit to Customer's bill. No refund will be made if Customer's bill is delinquent at the time of the recalculation.
- 5) If Customer fails to maintain a satisfactory payment or credit record, or otherwise become a new or greater credit risk, as determined by Company in its sole discretion, Company may require a new or additional deposit from Customer.

	PUBLIC SERVICE COMMISSION
·	JEFF R. DEROUEN EXECUTIVE DIRECTOR
	TARIFF BRANCH
Date of Issue: January 7, 2013 Date Effective: August 1, 2010	Bunt Kirtley
Issued By: Lonnie E. Bellar, Vice President, State Regu	lation and Rates, Lexington Kentucky
HamiEBelle	<b>1/1/2013</b> PURSUANT TO 807 KAR 5:011 SECTION 9 (1)
lequed by Authority of an Order of the KPSC in Case No	2009-0548 dated July 30 2010

Т

Т

Т

Т

IAN OL OOL

## **TERMS AND CONDITIONS**

### Deposits

# **GENERAL SERVICE**

- General service customers are those customers served under General Service, Sheet No. 10.
- 2) The deposit for a general service customer is in the amount of \$220.00, which is calculated in accordance with 807 KAR 5:006, Section 7(1)(b). The deposit for a General Service customer may be waived when the General Service delivery is to a detached building used in conjunction with a Residential Service and the General Service usage is no more than 300 kWh per month.
- 3) Company shall retain Customer's deposit as long as Customer remains on service.
- 4) For a deposit held longer than eighteen (18) months, the deposit will be recalculated, at Customer's request, and based on Customer's actual usage. If the deposit on account differs from the recalculated amount by more than ten (10%) percent, Company may collect any underpayment and shall refund any overpayment by check or credit to Customer's bill. No refund will be made if Customer's bill is delinquent at the time of the recalculation.
- 5) If Customer fails to maintain a satisfactory payment or credit record, or otherwise becomes a new or greater credit risk, as determined by Company in its sole discretion, Company may require a new or additional deposit from Customer.

## OTHER SERVICE

- The deposit for all other customers, those not classified herein as residential or general service, shall not exceed 2/12 of Customer's actual or estimated annual bill where bills are rendered monthly in accordance with 807 KAR 5:006, Section 7(1)(a).
- 2) For customers not meeting the parameters of GENERAL SERVICE ¶ 2, above, Company may retain Customer's deposit as long as Customer remains on service.
- 3) For a deposit held longer than eighteen (18) months, the deposit will be recalculated, at Customer's request, and based on Customer's actual usage. If the deposit on account differs from the recalculated amount by more than ten (10%) percent, Company may collect any underpayment and shall refund any overpayment by check or credit to Customer's bill. No refund will be made if Customer's bill is delinquent at the time of the recalculation.
- 4) If Customer fails to maintain a satisfactory payment or credit record, or otherwise become a new or greater credit risk, as determined by Company in its sole discretion, Company may require a new or additional deposit from Customer.

	KENTUCKY PUBLIC SERVICE COMMISSION
· ·	KENTUCKY PUBLIC SERVICE COMMISSION
· ·	JEFF R. DEROUEN EXECUTIVE DIRECTOR
	TARIFF BRANCH
Date of Issue: January 7, 2013 Date Effective: January 1, 2013	Bunt Kirtley
Issued By: Lognie E. Bellar, Vice President, State Reg	
HomiEBelle	1/1/2013 PURSUANT TO 807 KAR 5:011 SECTION 9 (1)
lequed by Authority of an Order of the KPSC in Case	No. 2012, 0221 dated December 20, 2012