

EAST KENTUCKY POWER COOPERATIVE, INC.

Section DSM-4b

Heat Pump Retrofit Program

Purpose

The Heat Pump Retrofit Program provides incentives for residential customers to replace their existing resistance heat source with a high efficiency heat pump.

Availability

This program is available in all service territories served by East Kentucky Power Cooperative, Inc., ("EKPC"). (T)

Eligibility

This program is targeted to retail members who currently heat their home with a resistance heat source; this program is targeted to site built homes, manufactured homes, and multi-family dwellings. Eligibility requirements are: (T)

- Incentive only applies when homeowner's primary source of heat is an electric resistance heat furnace, ceiling cable heat, or baseboard heat.
- Existing heat source must be at least 2 years old.
- New manufactured homes are eligible for the incentive.
- Air-Conditioning, Heating, and Refrigeration Institute ("AHRI") ratings may range as follows: Seasonal Energy Efficiency Ratio ("SEER") minimum 13; Heating Seasonal Performance Factor ("HSPF") minimum 7.5.

Payments

- Homeowners replacing their existing resistance heat source with a heat pump will qualify for the following incentive based on the AHRI Rating: (N)

<u>AHRI RATING</u>	<u>PAYMENT TO MEMBER SYSTEM</u>
13 SEER 7.5 HSPF	\$1,664
14 SEER 8.0 HSPF	\$1,945
≥15 SEER ≥8.5 HSPF	\$2,241

CANCELLED
NOV 02 2012
KENTUCKY PUBLIC SERVICE COMMISSION

EKPC will provide the payments outlined above to the Member System Cooperative for administrative costs, lost revenue, and the recommended incentive to the retail customer. Lost revenue calculations may fluctuate based on current rates.

Term

The program is an ongoing program.

KENTUCKY PUBLIC SERVICE COMMISSION	
JEFF R. DEROUEN EXECUTIVE DIRECTOR	
TARIFF BRANCH	
DATE OF ISSUE: <u>November 30, 2012</u>	DATE EFFECTIVE: <u>Service rendered of Brent Kirtley 1, 2013.</u>
ISSUED BY: <u>Anthony S. Campbell</u>	TITLE: <u>Pres / CEO</u>
EFFECTIVE 1/1/2013	
PURSUANT TO 807 KAR 5:011 SECTION 9 (1)	

DATE OF ISSUE: November 30, 2012 DATE EFFECTIVE: Service rendered of Brent Kirtley 1, 2013.

ISSUED BY: Anthony S. Campbell TITLE: Pres / CEO

Issued by authority of an Order of the Public Service Commission of Kentucky
Case No. _____ Dated _____