



A Touchstone Energy<sup>®</sup> Cooperative 

November 1, 2019

Ms. Gwen R. Pinson, Executive Director  
Kentucky Public Service Commission  
211 Sower Boulevard  
P.O. Box 615  
Frankfort, Kentucky 40602

RE: Owen Electric Cooperative to discontinue Electric Thermal Storage tariff.

Dear Ms. Pinson:

Owen Electric Cooperative, Inc. ("Owen Electric") is filing a revision to its tariff to remove all sections related to Electric Thermal Storage ("ETS") devices. Below is a list of all exhibits attached hereto.

Exhibit 1	Clean Copy of Revised Tariff Sheets
Exhibit 2	Redlined Copy of Revised Tariff Sheets
Exhibit 3	Special Contract
Exhibit 4	Public Notice
Exhibit 5	Affidavit Verifying Publication of Notice in Kentucky Living Magazine

The ETS tariff provides a 40 percent discount on energy sold pursuant to Owen Electric's Schedule 1 - Farm and Home tariff to operate an ETS device. Owen Electric currently has three Members receiving service pursuant to the ETS tariff. In the previous 12-month period, the 40 percent ETS discount saved these three Members approximately \$500 in combined energy costs.

In Case No. 2018-00251, the Kentucky Public Service Commission ("Commission") allowed Salt River Electric Cooperative Corporation ("Salt River") to discontinue its 40 percent ETS discount tariff in which 558 Members participated. In support of its decision, the Commission found that the ETS discount was established approximately 30 years ago as a demand-side management initiative and that the discount is now shifting costs to non-ETS customers in a manner that is unwarranted.

Owen Electric agrees with the Commission's findings in the Salt River case and requests to discontinue its ETS tariff to prevent additional Members from applying for, and subsequently receiving, service pursuant to the ETS tariff. Owen Electric further requests that the Commission approve the special contract included herewith to continue ETS service to the three Members already receiving ETS service. These Members invested in ETS units anticipating savings provided by the 40 percent discount. Continuing the discount for these three Members will not have a material effect on Owen Electric's non-ETS customers. Each of these three Members has agreed to enter into the contract. Owen Electric does not intend to file the executed contracts with the Commission unless required by the Commission.

KRS 278.180 requires that Owen Electric give at least 30-days notice to the Kentucky Public Service Commission of this tariff revision. Owen Electric's proposed effective date of the cancellation is December 2, 2019, as allowed by KRS 278.180.

Pursuant to the requirements of 807 KAR 5:011, Owen Electric provided notice to its members of the tariff revision in the Kentucky Living Magazine published on November 1, 2019. Owen Electric also posted the notice of tariff revision at its office located at 8205 HWY 127 North, Owenton, Kentucky. Owen Electric will post the notice on its website within five (5) business days of the date the tariff revision was submitted to the Commission. The website notice will include a hyperlink to the Commission's website where the tariff can be found.

Please contact me with any questions.

Very truly yours,  
OWEN ELECTRIC COOPERATIVE, INC.

A handwritten signature in black ink, appearing to read "Michael L. Cobb".

Michael L. Cobb  
Interim CEO

Enclosures