

BLUE GRASS ENERGY COOPERATIVE CORPORATION

COGENERATION AND SMALL POWER PRODUCTION
POWER PURCHASE RATE SCHEDULE OVER 100 kW

AVAILABILITY

Available only to qualified cogeneration or small power production facilities with a design capacity of over 100 kW which have executed a contract with East Kentucky Power Cooperative and one of EKPC's member distribution systems for the purchase of electric power by East Kentucky Power Cooperative.

RATES

The rates set forth below shall be used as the basis for negotiating a final purchase rate with qualifying facilities pursuant to Section 7 of 807 KAR 5:054.

1. Capacity

- a. ~~\$1.52~~ \$9.58 per kW per year is applicable if cogenerator or small power producer is dispatched by East Kentucky Power Cooperative.
- b. ~~\$0.00017~~ \$0.00109 per kWh is applicable if cogenerator or small power producer is not dispatched by East Kentucky Power Cooperative.

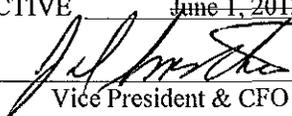
2. Energy – A base payment per kWh is listed below for a time-differentiated basis or a non-time differentiated basis for the specified years.

a. Time Differentiated Rates:

Year	Winter		Summer	
	On-Peak	Off-Peak	On-Peak	Off-Peak
2013	\$0.03578	\$0.02816	\$0.03898	\$0.02851
2014	\$0.03795 \$0.04751	\$0.02985 \$0.03734	\$0.04042 \$0.04431	\$0.02955 \$0.03236
2015	\$0.03998 \$0.03855	\$0.03143 \$0.03023	\$0.04167 \$0.03760	\$0.03062 \$0.02759
2016	\$0.04131 \$0.03787	\$0.03244 \$0.02966	\$0.04379 \$0.03746	\$0.03211 \$0.02742
2017	\$0.04317 \$0.03812	\$0.03389 \$0.02986	\$0.04464 \$0.03797	\$0.03275 \$0.02782
2018	\$0.03899	\$0.03057	\$0.03872	\$0.02832

b. Non-Time Differentiated Rates:

Year	2013	2014	2015	2016	2017	2018
Rate	\$0.03290	\$0.03455 \$0.04092	\$0.03608 \$0.03381	\$0.03753 \$0.03339	\$0.03881 \$0.03371	\$0.03443

DATE OF ISSUE ~~March 29, 2013~~ March 28, 2014DATE EFFECTIVE ~~June 1, 2013~~ June 1, 2014ISSUED BY  Vice President & CFO

Issued by authority of an Order of the Public Service Commission
of Kentucky in Case No. 2008-00128 Dated August 20, 2008

BLUE GRASS ENERGY COOPERATIVE CORPORATION

COGENERATION AND SMALL POWER PRODUCTION
POWER PURCHASE RATE SCHEDULE
LESS THAN 100 kW

AVAILABILITY

Available only to qualified cogeneration or small power production facilities with a design capacity of less than 100 kW which have executed a contract with East Kentucky Power Cooperative and one of EKPC's member distribution systems for the purchase of electric power by East Kentucky Power Cooperative.

RATES

1. Capacity

- a. ~~\$.52~~ *\$9.58* per kW per year is applicable if cogenerator or small power producer is dispatched by East Kentucky Power Cooperative.
- b. ~~\$0.00017~~ *\$0.00109* per kWh is applicable if cogenerator or small power producer is not dispatched by East Kentucky Power Cooperative.

2. Energy – A base payment per kWh is listed below for a time-differentiated basis or a non-time differentiated basis for the specified years.

a. Time Differentiated Rates:

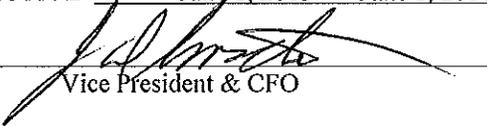
Year	Winter		Summer	
	On-Peak	Off-Peak	On-Peak	Off-Peak
2013	\$0.03578	\$0.02816	\$0.03898	\$0.02851
2014	<i>\$0.03795 \$0.04751</i>	<i>\$0.02985 \$0.03734</i>	<i>\$0.04042 \$0.04431</i>	<i>\$0.02955 \$0.03236</i>
2015	<i>\$0.03998 \$0.03855</i>	<i>\$0.03143 \$0.03023</i>	<i>\$0.04167 \$0.03760</i>	<i>\$0.03062 \$0.02759</i>
2016	<i>\$0.04131 \$0.03787</i>	<i>\$0.03244 \$0.02966</i>	<i>\$0.04379 \$0.03746</i>	<i>\$0.03211 \$0.02742</i>
2017	<i>\$0.04317 \$0.03812</i>	<i>\$0.03389 \$0.02986</i>	<i>\$0.04464 \$0.03797</i>	<i>\$0.03275 \$0.02782</i>
2018	<i>\$0.03899</i>	<i>\$0.03057</i>	<i>\$0.03872</i>	<i>\$0.02832</i>

b. Non-Time Differentiated Rates:

Year	2013	2014	2015	2016	2017	2018
Rate	\$0.03290	<i>\$0.03455 \$0.04092</i>	<i>\$0.03608 \$0.03381</i>	<i>\$0.03753 \$0.03339</i>	<i>\$0.03881 \$0.03371</i>	<i>\$0.03443</i>

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