## LOUISVILLE GAS & ELECTRIC COMPANY / KENTUCKY UTILITIES COMPANY

MAIL INVOICES TO IN TRIPLICATE SHOW PURCHASE ORDER NO. LG&E and KU Services Company Ms. Esther Thompson-Long Manager, Fuels Acctg. & Admin. 220 West Main Street P.O. Box 32010 Louisville, KY 40232-2010

> Ph: 502-627-3240 Fax: 502-627-2194

PURCHASE ORDER NUMBER

J18013

DATE: January 1, 2018

NO KENTUCKY SALES TAX PER DIRECT PAY #037710 ISSUED TO LOUISVILLE GAS & ELECTRIC CO. PAY #045084 ISSUED TO KENTUCKY UTILITIES COMPANY

KEY OIL COMPANY 7520 DISTRIBUTION DRIVE LOUISVILLE, KY 40258

SHIP TO: POWER PLANT TANK BY DELIVERY TRUCKS

ITEM NO.	QUANTITY	UNIT	DESCRIPTION
	"As Needed" Per Buyer Request	Gallons	This purchase order, including the terms and conditions attached which are incorporated herein, is being written for #2 fuel oil deliveries, when requested during calendar year 2018
			Price: As bid for volume requested.
			The Louisville Gas & Electric Co./Kentucky Utilities Co. power plant covered under this order is as follows:
			<ol> <li>Trimble County Generating Station located off, Highways 754 &amp; 1838, 489</li> <li>Corn Creek Road, Bedford, KY, Jeff Joyce, General Manager.</li> </ol>
			The Kentucky Utilities' power plants covered under this order are as follows:
			<ol> <li>E.W. Brown Generating Station and E.W. Brown Combustion Turbines located off State Highway 33 near Burgin, KY, in Mercer County; Jeff Fraley, General Manager.</li> <li>Ghent Generating Station located off US Highway 42 near Ghent, KY in Carroll County; Steve Turner, General Manager.</li> <li>Haefling Peaking Station (near Mercer Road) in Lexington, KY, Jeff Fraley, General Manager.</li> </ol>
			BUYER KENTUCKY UTILITIES COMPANY LOUISVILLE GAS & ELECTRIC COMPANY  Manager LOE/KU Fuels
			SELLER KEY OIL COMPANY  Owight Kindall

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## TERMS AND CONDITIONS

<u>DELIVERY</u>: Deliveries are to be made via transport trucks of 6,000 gallons or more when ordered by any of the plants.

E.W. BROWN CT'S - FUEL OIL HIGH HEATING VALUE ("HHV"): Seller is required to provide HHV for each "fuel lot" (delivery of a single fuel by group of trucks) on any purchase made for the E.W. Brown Combustion Turbines.

<u>PRICES/INVOICES</u>: Prices quoted on successful bids will be held firm for delivery of entire quantity of fuel oil being requisitioned.

All invoices for shipments under this purchase order should indicate the above purchase order number and the generating station receiving shipment and are governed by the terms and conditions hereof.

ORDERING: By copy of this purchase order to Buyer, Buyer may, when fuel oil is required, call or fax Dwight Kendall (phone number 502-937-4494/ fax number 502-894-4495 & 502-935-0003) for a price quotation.

<u>PAYMENTS</u>: Payments will be due 15 days from receipt of invoice and receipt of oil at the Generating Station, whichever is later.

SALES TAX: This purchase order is not subject to 6% Kentucky Sales Tax. We certify that we hold Kentucky Retail Sales and Use Tax Permit #045084 for Kentucky Utilities and #037710 for LG&E; that the material covered by this order will not be resold, or if it is resold, we shall report and pay the appropriate sales and use tax.

TITLE AND QUALITY: Seller warrants that it has good title to the fuel oil delivered hereunder, free of all liens and that the fuel oil delivered hereunder shall meet the applicable ASTM specifications.

INDEMNIFICATION: Seller agrees to defend, indemnify and hold harmless the Buyer, its directors, officers, employees and agents, from and against any and all damage, loss, claim, demand, suit, liability, penalty or forfeiture of every kind and nature ("Claims"), including, without limitation, costs and expenses of defending against the same and payment of any settlement or judgment therefore, by reason of (a) injuries or deaths to persons, (b) damages to property, (c) pollution, contamination of or other adverse effects on the environment, or (d) violations of governmental laws, regulations or orders, whether suffered directly by Buyer or indirectly by reason of third party Claims, arising out of or related to (or alleged to have arisen out of or related to) acts or omissions of Seller, its employees, agents, subcontractors or other representatives, or from their presence on the premises of Buyer, or otherwise from Seller's performance or failure to perform under this Purchase Order. This indemnity shall survive the termination, cancellation or expiration of this Purchase Order.

MODIFICATION: The parties agree that the terms and conditions of this Purchase Order shall not be amended or modified without the express written agreement of the parties. Any such amendment or modification must be in writing, be signed by both parties, expressly reference this Purchase Order and specifically and unambiguously express the intent of both parties to amend or modify this Purchase Order. Any additional terms and conditions that may be contained on any of Seller's forms (whether or not on pre-printed forms) which require a signature of Buyer, including, without limitation, any additional terms and conditions on any bill of sale, bill of lading, receipt, invoice or other document or instrument confirming or documenting price and quantity terms of the sale, the receipt of the order, the shipment or the delivery of the subject matter of this Purchase Order, shall not be accepted by the Buyer and shall not constitute terms or conditions of this Purchase Order.

<u>SEVERAL LIABILITY</u>: LG&E and KU shall be severally but not jointly liable for obligations of Buyer hereunder, and shall be liable only for such obligations that relate to the particular party receiving a specific fuel shipment or transaction as Buyer.

<u>AGENT</u>: At Buyer's discretion, certain obligations or benefits may be performed by or delegated to LG&E and KU Services Company, its agent.