

MEMORANDUM OF UNDERSTANDING

The Office of Rate Intervention for the Office of the Kentucky Attorney General ("OAG") and the Kentucky Industrial Utility Customers ("KIUC") agree to and enter into this Memorandum of Understanding ("MOU") effective the 23rd day of July, 2020;

WHEREAS, the parties intend to hire expert witnesses to assist them in Case No. 2020-00174 before the Kentucky Public Service Commission;

WHEREAS, the parties believe that their interests are sufficiently aligned for the purposes of these matters such that utilizing the same witnesses will not present a conflict and will result in cost savings for both parties;

Therefore, the OAG and the KIUC agree as follows:

1. Experts utilized by the parties shall submit an itemized invoice to OAG on at least a monthly basis consistent with a contract to be executed between OAG and the expert(s) ("expert contract"). The expert contract shall be for 50% of the total cost. KIUC shall also contract with the expert witnesses and shall be responsible for the other 50% of the total cost.
2. OAG and KIUC shall provide payment to the experts in fulfillment of the obligations of the expert contract.
3. If either OAG or KIUC elects to settle its claims or part of its claims in Case No. 2020-00174, such settlement shall not preclude the other party from utilizing any and all testimony and work product developed by the experts retained by OAG and KIUC for use in the cases. In this event, the settling party will only be responsible for expert costs incurred prior to giving the non-settling party written notice that it has settled.
4. If expert services for Case No. 2020-00174 remain necessary after June 30, 2021, the parties may negotiate a new MOU governing the costs associated with services performed after that date. However, this Memorandum's provisions shall continue and remain in force unless and until replaced by a Memorandum resulting from those negotiations.
5. If the expert(s) contracted by the OAG and KIUC exhaust the funds allowed by the expert contract, the parties shall make reasonable efforts to agree on an amendment to the contract to the extent necessary for the prosecution of the case. However, neither party shall be required to agree to additional costs.
6. Disputes related to this agreement shall be governed by Kentucky law.
7. Any disputes related to this agreement that cannot be resolved by agreement shall be resolved by the Franklin Circuit Court.
8. Either OAG or KIUC may terminate its participation in this Memorandum upon thirty days written notice to the other party. In the event that either OAG or KIUC elects to terminate the agreement, it shall remain responsible for expert witness fees accrued up to and including those accrued during the thirty-day notice Memorandum of Understanding between OAG and KIUC regarding Expert Witnesses in Case Nos. 2020-00174 period. Upon termination of the Memorandum, either party may retain any expert witness previously covered by this Memorandum.
9. This Memorandum represents the entire understanding of the parties with respect to the matters

discussed herein and supersedes all of understanding, written or oral.

10. No amendment, modification, or waiver of any provision of this Memorandum shall be valid unless contained in a writing signed by both parties.
11. Pursuant to KRE 503 (d)(5), the parties herein recognize that communications between them pertaining to Case No. 2020-00174 are privileged from disclosure to other parties or to the Commission. Upon any discovery request from any other party or Commission Staff seeking such privileged communications, the parties shall assert this privilege and refuse to disclose such communications.

The signatories below represent that they have the approval and authority of the entities they represent to bind those entities to the above terms.

AGREED AND ENTERED:

 7/23/20

Hon. John G. Horne, II Date
Office of the Attorney General

 7/22/2020

Hon. Michael L. Kurtz Date
Kentucky Industrial Utility Customers