BLUE GRASS ENERGY COOPERATIVE CORPORATION

DSM
ENERGY STAR® Manufactured Home Program

Purpose

Blue Grass Energy's ENERGY STAR® Manufactured Home Program ("ESMH") is designed to ensure that members of Blue Grass Energy purchase an energy efficient manufactured home. Blue Grass Energy will accomplish this by providing the purchaser of a manufactured home with an incentive to purchase and install a new ENERGY STAR® certified manufactured home.

Availability

This program is available to residential members served by Blue Grass Energy.

Eligibility

To be eligible for this ESMH incentive, new manufactured homes must meet the following criteria:
- United States Environmental Protection Agency ("EPA") and Systems Building Research Alliance ("SBRA") guidelines as an ENERGY STAR® Manufactured Home.
- Primary source of heat must be a heat pump.
- Home must be all electric.
- Home must be installed by the member on lines served by Blue Grass Energy.
- Participants in the ENERGY STAR Manufactured Home Program are not eligible for participation in the Heat Pump Retrofit Program.

Payments

After new home installation and after receiving certification as an ENERGY STAR® manufactured home, Blue Grass Energy will tender a $1,150 incentive payment to their end-use member. The incentive is intended to help cover the cost of upgrading the home from the standard United States Department of Housing and Urban Development (HUD) construction requirements to the SBRA and EPA ENERGY STAR® manufactured home construction requirements.

Term

This program is an ongoing program.

DATE OF ISSUE: February 27, 2019
DATE EFFECTIVE: March 2, 2019

ISSUED BY: *[signature]*
TITLE: Vice President & CFO
Issued by authority of an Order of the Public Service Commission of Kentucky in
Case No. 2019-00060 Dated: November 26, 2019