

RESIDENTIAL SMART \$AVER® ENERGY EFFICIENT PRODUCTS PROGRAM

APPLICABILITY

Available to residential customers in the Company's electric service area who choose to participate by enrolling through the marketing channels utilized by the program.

PROGRAM DESCRIPTION

The Residential Smart \$aver Energy Efficient Products Program is part of Duke Energy Kentucky's portfolio of programs offered through Rider Demand Side Management Program (Rider DSM) and recovered through the Company's Rider DSMR (Demand Side Management Rate). The purpose of this voluntary program is to encourage the installation of ENERGY STAR or other high efficiency products in new or existing residences. The program will provide incentives to offset a portion of the higher cost of higher efficiency products for single family and multi-family residences.

The types of equipment eligible for incentives may include but are not limited to the following:

- High efficiency lighting
- High efficiency pool pumps
- High efficiency water measures for single family residences (such as but not limited to faucet aerators, low flow showerheads and pipe wrap)
- High efficiency water measures for multifamily residences (such as but not limited to faucet aerators, low flow showerheads and pipe wrap)
- Other high efficiency equipment as determined by the Company on a case by case basis, but not including water heaters, heating or cooling systems.
- Incentives may be offered in a variety of ways including, but not limited to, discount coupons, in-store promotions, on-line discounted purchases, etc.
- The Company's incentive will be an amount up to 50% of the installed cost difference between standard equipment and higher efficiency equipment; however, the incentives for high efficiency lighting and water measures may be higher than 50%.
- Incentives under this program are only available for ENERGY STAR or other energy efficiency products for which incentives pass the Company's Utility Cost Test (UCT).
- The Company may vary the incentive by type of equipment and differences in efficiency in order to provide the minimum incentive needed to drive customers to purchase higher efficiency equipment.
- For High Efficiency Pool Pumps, eligible customers will receive a maximum customer incentive of up to \$400 for the purchase, professional installation and programming of a variable speed pump. Approved contractors will be eligible to receive a \$50 dealer incentive. The total incentive provided to either or both the customer and dealer is not to exceed \$450 per installation.



Issued by authority of an Order of the Kentucky Public Service Commission dated September 13, 2018 in Case No. 2017-00427.

Issued: December 19, 2018
Effective: October 1, 2018
Issued by Amy B. Spiller, President /s/ Amy B. Spiller



PROGRAM DESCRIPTION (Contd.)

- The Company reserves the right to adjust the incentive, for specific equipment, on a periodic basis, as equipment efficiency standards change, and as customers naturally moves to purchase higher efficiency equipment.
- The amount of the incentive payment for various standard types of equipment will be filed with the Commission, for information, and posted to the Company's website at www.duke-energy.com.
- The Company will not provide incentivized LED bulbs to customers who have met the maximum LED Bulb criteria.

(T)

Incentives may be limited to one of any product, per residence, under all Duke Energy Kentucky's Energy Efficiency Programs.

SERVICE REGULATIONS

The provisions contained in this tariff sheet do not supersede or replace any of the charges and terms contained in the standard base rate and rider tariff sheets. The standard base rate and rider charges apply to all customers.

The supplying of, and billing for, service and all conditions applying thereto, are subject to the jurisdiction of the Kentucky Public Service Commission, and to Company's Service Regulations currently in effect, as filed with the Kentucky Public Service Commission, as approved by law.



Issued by authority of an Order of the Kentucky Public Service Commission dated September 13, 2018 in Case No. 2017-00427.

Issued: December 19, 2018
Effective: October 1, 2018
Issued by Amy B. Spiller, President /s/ Amy B. Spiller

