

**TERMS AND CONDITIONS**

**Budget Payment Plan**

Company's Budget Payment Plan is available to any residential customer or general service customer. Under this plan, a customer may elect to pay, each billing period, a budgeted amount in lieu of billings for actual usage. A customer may enroll in this plan at any time.

The budgeted amount will be determined by Company and will be based on one-twelfth of Customer's usage for either an actual or estimated twelve (12) months. The budgeted amount will be subject to review and adjustment by Company at any time during Customer's budget year. If actual usage indicates Customer's account will not be current with the final payment in Customer's budget year, Customer will be required to pay their Budget Payment Plan account to \$0 prior to the beginning of the customer's next budget year.

If a customer fails to pay bills as agreed under the Budget Payment Plan, Company reserves the right to remove the customer from the plan, restore the customer to regular billing, and require immediate payment of any deficiency. A customer removed from the Budget Payment Plan for non-payment may be prohibited from further participation in the plan for twelve (12) months.

Failure to receive a bill in no way exempts a customer from the provisions of these terms and conditions.

**CANCELLED**  
**JUL 01 2015**  
KENTUCKY PUBLIC  
SERVICE COMMISSION

**DATE OF ISSUE:** January 31, 2013

**DATE EFFECTIVE:** August 1, 2010

**ISSUED BY:** /s/ Lonnie E. Bellar, Vice President  
State Regulation and Rates  
Lexington, Kentucky

**Issued by Authority of an Order of the  
Public Service Commission in Case No.  
2009-00548 dated July 30, 2010**

<b>KENTUCKY PUBLIC SERVICE COMMISSION</b>
<b>JEFF R. DEROUEN EXECUTIVE DIRECTOR</b>
TARIFF BRANCH <i>Brent Kirtley</i>
EFFECTIVE <b>1/4/2013</b> PURSUANT TO 807 KAR 5:011 SECTION 9 (1)