Kentucky Utilities Company

P.S.C. No. 17, Fourth Revision of Original Sheet No. 86.10 Canceling P.S.C. No. 17, Third Revision of Original Sheet No. 86.10

Adjustment Clause

DSM

Demand-Side Management Cost Recovery Mechanism

Monthly Adjustment Factors

Residential Service Rate RS, Residential Time-of-Day		
Energy Service Rate RTOD-Energy, Residential		
Time-of-Day Demand Service Rate RTOD-Demand,		
and Volunteer Fire Department Service Rate VFD	Energy Charge	
DSM Cost Recovery Component (DCR)	\$ 0.00183 per kWh	- 1
DSM Revenues from Lost Sales (DRLS)	\$ 0.00074 per kWh	i
DSM Incentive (DSMI)	\$ 0.00003 per kWh	R
DSM Capital Cost Recovery Component (DCCR)	\$ 0.00107 per kWh	ı
DSM Balance Adjustment (DBA)	\$(0.00051) per kWh	
Total DSMRC for Rates RS, RTOD-Energy, RTOD-Demand, and VFD	\$ 0.00316 per kWh	I
General Service Rate GS*	Energy Charge	
DSM Cost Recovery Component (DCR)	\$ 0.00096 per kWh	R
DSM Revenues from Lost Sales (DRLS)	\$ 0.00030 per kWh	I
DSM Incentive (DSMI)		
	\$ 0.00004 per kWh	-
DSM Capital Cost Recovery Component (DCCR)	\$ 0.00017 per kWh	R
DSM Balance Adjustment (DBA)	\$ <u>0.00012</u> per kWh	
Total DSMRC for Rate GS	\$ 0.00208 per kWh	J
All Floatric School Bate AES	Energy Charge	
All Electric School Rate AES PSM Cost Bosovers Component (DCB)	Energy Charge	-
DSM Cost Recovery Component (DCR)	\$ 0.00030 per kWh	R
DSM Revenues from Lost Sales (DRLS)	\$ 0.00023 per kWh	1
DSM Incentive (DSMI)	\$ 0.00001 per kWh	
DSM Capital Cost Recovery Component (DCCR)	\$ 0.00058 per kWh	
DSM Balance Adjustment (DBA)	\$(0.00008) per kWh	
Total DSMRC for Rate AES	\$ 0.00104 per kWh	I
Power Service Rate PS*, Time of Day Secondary Service		
Rate TODS*, Time-of-Day Primary Service Rate TODP*,		
and Retail Transmission Service Rate RTS*	Energy Charge	
DSM Cost Recovery Component (DCR)	\$ 0.00030 per kWh	R
DSM Revenues from Lost Sales (DRLS)	\$ 0.00023 per kWh	1
DSM Incentive (DSMI)	\$ 0.00001 per kWh	R
DSM Capital Cost Recovery Component (DCCR)	\$ 0.00025 per kWh	R
DSM Balance Adjustment (DBA)	\$(0.00029) per kWh	
Total DSMRC for Rates PS, TODS, TODP and RTS	\$ 0.00050 per kWh	- 1
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* These charges do not apply to industrial customers taking service under these rates because the Company currently does not offer industrial DSM programs.

DATE OF ISSUE:

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ISSUED BY:

/s/ Robert M. Conroy, Vice President

State Regulation and Rates

Lexington, Kentucky

KENTUCKY

PUBLIC SERVICE COMMISSION

Talina R. Mathews EXECUTIVE DIRECTOR

Lalina R. Matheus

EFFECTIVE

12/30/2016

PURSUANT TO 807 KAR 5:011 SECTION 9 (1)