RIDER FOR NATURAL GAS RESEARCH & DEVELOPMENT

Applicable

Applicable to Rate Schedules GS, IS, SS, IUS, SVGTS, MLDS, and DS except customers served under the Flex Provision.

<u>Purpose</u>

The purpose of this rider is to replace funding of natural gas research and development that previously was included in purchased gas cost pursuant to the authority of the Federal Energy Regulatory Commission. The rider will be calculated annually to produce \$300,000 annually to fund natural gas research and development.

Unit Charge

The Unit Charge shall be \$0.0135 per Mcf. This amount will be recalculated annually and will include a true-up R for the prior year.

Remittance of Funds

Funds collected up to the amount of \$300,000 per annum under this rider will be remitted to the Gas Technology Institute on an annual basis. The amounts so remitted shall be reported to the Commission along with a statement setting forth the manner in which the remitted funds have been invested in research and development.

Termination of Rider

Participation in the Natural Gas Research and Development funding program is voluntary on the part of the Company. This rider may be terminated at any time by the Company on filing a notice of recission with the Commission.

CANCELLED

MAR 0 1 2019

KENTUCKY PUBLIC SERVICE COMMISSION

DATE OF ISSUE

January 30, 2018

DATE EFFECTIVE

March 1, 2018

ISSUED BY

/s/ Herbert A. Miller

TITLE

President

KENTUCKY
PUBLIC SERVICE COMMISSION

Gwen R. Pinson

Executive Director

EFFECTIVE

Steven R. Punso

3/1/2018

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