FOR ___ ALL TERRITORY SERVED ___
Community, Town or City
PSC NO. ___ 2 ___

___ Original ___ SHEET NO. ___ 165 ___

CANCELLING PSC NO. ___ 1 ___

_____ SHEET NO. _____

Kenergy

Henderson, Kentucky

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RULES AND REGULATIONS
Schedule 165 – Budget Billing

All single-phase customers may elect to pay a fixed amount (budget plan amount) each month for the budget year in lieu of monthly billings based on actual KWH usage. The monthly budget plan amount will be determined by Kenergy based, under normal circumstances, on a minimum of one-eleventh ($1/11^{th}$) of the estimated annual usage, subject to review and adjustment during the budget year. The budget year is the twelve months as shown below:

BUDGET YEAR	SETTLEMENT MONTH
October - September	September

At the end of the budget year, in the settlement month, appropriate adjustments shall be made with regard to any difference in the total of payments made and customer's actual usage, with any over-payment refunded or any under-payment billed to the customer and due and payable on the date specified.

This billing arrangement may continue in effect until either party notifies the other as to a discontinuance of same or as to a change in the budget amount or any terms and conditions of the agreement. In the event service is disconnected for failure of customer to pay the budget amount, the entire amount for service actually received to date of disconnect shall become immediately due and payable and the agreement shall terminate.

Failure to receive a bill in no way exempts customer from the provisions of these TERMS AND CONDITIONS.

DATE OF ISSUE_____ January 29, 2009 _____
Month / Date / Year

DATE EFFECTIVE_____ February 1, 2009 _____
Month / Date / Year

ISSUED BY_____
(Signature of Officer)

TITLE_____ President and CEO _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. ___ 2008-00323 ___ DATED ___ January 29, 2009 ___