SPPC-I

Small Power Production and Cogeneration
Purchase Schedule

Applicable:
In all territory served.

Availability:
Available to any small power production or cogeneration "qualifying facility" with capacity of 100 Kw or less as defined by the Kentucky Public Service Commission Regulation 807 KAR 5:054, and which contracts to sell energy or capacity or both to the Company.

Rates for Purchases from
Qualifying Facilities:

Energy Component Per Kilowatt-hour Delivered . . . . . 1.796¢ I

Capacity Component Per Kilowatt-hour Delivered . . . . . 1.261¢ I

Payment:
The Company shall pay each bill for electric power rendered to it in accordance with the terms of the contract, within 15 days of the date the bill is rendered. In lieu of such payment plan, the Company will, upon written request, credit the Customer's account for such purchases.

Term of Contract:
For contracts which cover the purchase of energy only, the term shall be one year, and shall be self-renewing from year-to-year thereafter, unless cancelled by either party on one year's written notice.

For contracts which cover the purchase of capacity and energy, the term shall be 20 years.

Terms and Conditions:
1. Qualifying facilities shall be required to pay for any additional interconnection costs, to the extent that such costs are in excess of those that the Company would have incurred if the qualifying facility's output had not been purchased.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

JAN 9 1993

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

BY: [signature]
PUBLIC SERVICE COMMISSION MANAGER

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ISSUED BY Victor A. Staffieri (NAME) Sr. Vice President-Gen. Counsel and Corporate Secretary (TITLE) Louisville, Kentucky (ADDRESS)

[signature] 1/7/94