

Gwen R. Pinson Executive Director Kentucky Public Service Commission 211 Sower Boulevard Frankfort, KY 40602

July 17, 2019

RE: Business Solar Special Contract between Kentucky Utilities Company and Maker's Mark Distillery, Inc.

Dear Ms. Pinson:

Please accept for filing the attached special contract, styled as a Renewable Energy Agreement ("Agreement"), between Kentucky Utilities Company ("KU") and Maker's Mark Distillery, Inc. ("Maker's Mark") concerning a solar array to be installed as part of KU's Business Solar initiative.

The Agreement provides that KU will be responsible for installing a +/- 190 kW (DC)/180 kW (AC) solar array with a nominal capacity of about 190 kW DC on the Maker's Mark property at 6578 KY-52 in Loretto, KY. KU will own and maintain the solar array. The Agreement provides that for a 25-year term Maker's Mark will pay KU a fixed charge to cover the capital and operating expenses associated with the solar array, and will receive bill credits based on KU's Standard Rate Rider SQF for all energy the array produces. To clarify, Maker's Mark will continue to pay full tariffed rates for the service it receives from KU, but will receive bill credits related to the production of the solar array.

The Agreement is also structured to protect KU's other customers. The fixed charges are designed to ensure that all capital and operating costs will be recovered from Maker's Mark. The Agreement also provides that KU will retain ownership of all Renewable Energy Certificates resulting from the energy produced by the array.

Kentucky Utilities Company State Regulation and Rates 220 W. Main Street PO Box 32010 Louisville, KY 40232 www.lge-ku.com

Rick E. Lovekamp Manager Regulatory Strategy/Policy T 502-627-3780 rick.lovekamp@lge-ku.com Gwen R. Pinson July 17, 2019

KU respectfully asks the Commission to approve this special contract and permit it to become effective within 30 days. Please contact me if you have any questions concerning this special contract.

Sincerely,

Rick E. Lovekamp

Enclosure