LG&E and KU Energy LLC

Power Supply

2701 Eastpoint Parkway

Louisville, KY 40223

[www.lge-ku.com](http://www.lge-ku.com)



July 9, 2025

Request for Proposals to Sell Firm Physical Natural Gas (RFP)

**RE: TERM OFFER INVITATION: LG&E/KU 2025-JUL**

Deadline for Offers:1:00 p.m. EPT – Wednesday, July 16, 2025

Louisville Gas and Electric Company (“LG&E”) and Kentucky Utilities Company (“KU”) (collectively, the “Companies”) are soliciting proposals for the supply of firm physical natural gas for a quantity of up to the specified volume (in MMBtu per day) for all gas days in the following months:

|  |  |
| --- | --- |
| **2027** |  |
| **Month** | **Volume** |
| 27-Apr | 10,000 |
| 27-May | 10,000 |
| 27-Jun | 10,000 |
| 27-Jul | 10,000 |
| 27-Aug | 10,000 |
| 27-Sep | 10,000 |
| 27-Oct | 10,000 |

All offers are to be quoted by month, or as a combination of specified months, at the REX Franklin Receipt Point[[1]](#footnote-1) meter 9244 into Texas Gas Transmission (“TGT”) Zone 3 for transport on the Buyer’s firm TGT capacity to Zone 4 for consumption at the Buyer’s generation facilities.

Offers should be quoted as a price differential (basis) above or below the NYMEX Futures of the month wherein delivery is to be made. This basis quote must be valid without any change or adjustment until 2:00 p.m. EPT Wednesday, July 16, 2025, by which time the Companies will contact the Respondent to confirm a successful award. Upon confirmation of a successful award,

a final fixed price will be calculated as the sum of the quoted basis and the respective NYMEX Future month published closing settlement price (2:30 p.m. EPT) of Wednesday, July 16, 2025. The Confirmation between the Companies and the Respondent shall reflect the final fixed price.

The Respondent should make its proposal as comprehensive as possible so that the Companies may make a thorough, definitive, and final evaluation of the proposal’s benefits for their customers without further negotiation with the Respondent. However, the Companies reserve the right to request additional information. The Companies reserve the right to accept or reject any and/or all offers in part or in their entirety.

The offer package can be found on the Companies’ website: http://apps.lge-ku.com/RegulatedFuelBids/. “LGE/KU 2025-JUL OFFER DOCUMENTS” will be located on this page; please note the Natural Gas solicitation. The Offer Package contains this invitation letter and an Exhibit A – Natural Gas Supply Offer. These documents can be downloaded from the site referenced above. The offer form (Exhibit A) must be used in submitting an offer. Failure to use this offer form may result in the rejection of the offer. The offer form must be fully completed and submitted as directed below and in the offer documents posted online. The offer(s) must be submitted by **1:00 p.m. EPT** on Wednesday, July 16, 2025 and the Proposals will be opened immediately thereafter.

This inquiry is not a commitment to purchase and shall not bind the Companies or any subsidiaries of LG&E and KU Energy LLC in any manner. The Companies in their sole discretion will determine which Respondent(s), if any, with whom they wish to confirm a binding transaction. The Companies shall not be liable for any expenses incurred by respondents in connection with preparation of a response to this RFP. The Companies will not reimburse respondents for their expenses under any circumstance, regardless of whether the RFP process proceeds to a successful conclusion or is abandoned by the Companies at their sole discretion.

The terms and conditions of any prospective transaction will be based on the currently existing mutually executed NAESB or GISB contract between the Companies and the Respondent. Respondents’ credit will be reviewed to ensure compliance with the Companies’ credit criteria prior to the issuance of this RFP to the prospective Respondent. The Companies encourage Respondents to confirm their credit standing with the Companies’ Credit & Contract department prior to offering natural gas supplies in order to assure their credit situation supports acceptance of their offers within the response window stated above. If additional credit security is required by the Companies, the Companies reserve the right to require the Respondent to provide a Letter of Credit or other form of acceptable security on a timely basis and in an amount sufficient to provide adequate protection to the Companies.

Each Respondent must electronically sign the proposal letter and shall give its full business address. Offers shall be signed with the official name of the corporation, followed by the signature and the designation of the president, secretary or other persons who are authorized to bind the corporation. The names of all persons signing shall also be printed below the signature.

**Confidentiality** - As regulated utilities, it is expected that the Companies will be required to release proposal information to various government agencies and/or others as part of a regulatory review or legal proceeding. The Companies will use reasonable efforts to request confidential treatment for such information to the extent it is labeled in the proposal as “Confidential.” Please note that confidential treatment is more likely to be granted if limited amounts of information are designated as confidential rather than large portions of the proposal. However, the Companies cannot guarantee that the receiving agency, court, or other party will afford confidential treatment to this information. Subject to applicable law and regulations, the Companies also reserve the right to disclose proposals to their officers, employees, agents, consultants, and the like (and those of their affiliates) for the purpose of evaluating proposals. Otherwise, the Companies will not disclose any information contained in the Respondent’s proposal that is marked “Confidential,” to another party except to the extent that (i) such disclosures are required by law or by a court or governmental or regulatory agency having appropriate jurisdiction, or (ii) the Companies subsequently obtain the information free of any confidentiality obligations from an independent source, or (iii) the information enters the public domain through no fault of the Companies.

THE COMPANIES RESERVE THE RIGHT TO MODIFY OR WITHDRAW THIS REQUEST, TO REQUEST ADDITIONAL INFORMATION, TO WAIVE TECHNICALITIES OR IRREGULARITIES, TO REJECT ANY OR ALL PROPOSALS, AND TO TERMINATE ANY SUBSEQUENT DISCUSSIONS AT ANY TIME. THE COMPANIES ALSO RESERVE THE RIGHT TO ACCEPT ONE OR MORE PROPOSAL(S) FOR A PORTION OR FOR ALL OF THE QUANTITIES OF NATURAL GAS.

Respondent will be responsible for the completeness and accuracy of all information contained or used in preparation of its proposal and will also be responsible for supplying all necessary supporting information. At a minimum, each proposal should include:

1. **Volume and Term** –The volume and time frame of the offer must be specified by the Respondent. Proposals may be stated in either individual months or for a strip of multiple specified months and shall begin and end on a ‘gas day’ basis. The Companies will evaluate each submission as a standalone proposal and may execute a Confirmation for any one or more period(s) from the proposals received. Respondents are asked to make their quotations independent of any other proposal or to indicate if that is not the case. Offers less than this full volume amount will be considered.

2.**Pricing Information** – The proposal should clearly state the basis differential from the respective NYMEX Futures delivery month in U.S. dollars and cents per MMBtu in minimum increments of $0.0035 to allow the Companies to easily understand and evaluate the proposal. Final contract price shall reflect the sum of the quoted price differential and the July 16, 2:30 EPT close of the NYMEX Futures month in which delivery is to be made. Offers should be valid without any change or adjustment from 1:00 p.m. EPT until 2:00 p.m. EPT Wednesday, July 16, 2025. Prices quoted shall be inclusive of any and all costs, including but not limited to taxes, fees, insurance requirements, third party costs, etc., which are all the responsibility of the Respondent.

**Schedule for the RFP Process**

|  |  |
| --- | --- |
| Request for Proposals Issued | July 9, 2025 |
| Proposals Due | 1:00 p.m. EPT July 16, 2025 |
| Notification to Respondents of  acceptance of offer(s) | 2:00 p.m. EPT July 16, 2025 |

EACH OFFER PROPOSAL MUST BE MARKED IN THE ‘SUBJECT’ LINE: **NATURAL GAS OFFER LG&E/KU 25-JUL**. OFFERS SHOULD BE SUBMITTED VIA EMAIL TO THE RESPONDENT AT:

[KYNGRFP@pplweb.com](mailto:kyconfirmations@pplweb.com)

Submitted proposals will be opened at 1:00 p.m. EPT on Wednesday, July 16, 2025, under the supervision of the Companies’ Manager, Credit and Contract Administration.

In closing, I look forward to receiving your response by 1:00 p.m. EPT on Wednesday, July 16, 2025, and appreciate the prospect of doing business with you to meet the Companies’ future natural gas supply needs.

Please contact me if you have any questions or would like to discuss the Companies’ needs further.

Sincerely,

Phoenix F. Waters

Supervisor Hourly Trading

2701 Eastpoint Parkway

Louisville, KY 40223

E-mail: phoenix.waters@lge-ku.com

Phone: 502-627-4259 o.

502-428-3815 c.

**EXHIBIT A**

**NATURAL GAS SUPPLY OFFER LG&E/KU 2025-JUL**

Submitting Entity: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Date: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**ENTER RESPONDENT'S COMPANY NAME AND DATE**

**AT TOP OF EACH OF THE SHEETS**

MULTIPLE QUOTATIONS MAY BE OFFERED, OFFERS MUST BE SUBMITTED VIA EMAIL TO THE COMPANIES AT:

[KYNGRFP@pplweb.com](mailto:KYNGRFP@pplweb.com)

Offers **must** be received on or before **1:00 p.m. EPT**, on Wednesday, July 16, 2025 at the above email address.

In response to your invitation for offers, dated July 9, 2025, we the undersigned propose to supply pipeline quality natural gas of the indicated quantity during the time period specified in ‘gas days’ and at the location and price quoted under the terms and conditions stated in this Natural Gas Supply Offer and in the invitation letter.

Respondent warrants that the prices in this offer have been arrived at independently without consultation or collusion with any other Respondent, potential Respondent, or any director, officer, or employee of the Companies.

**EXHIBIT A** (cont.) Sheet 2 of 3

Submitting Entity: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Date: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**1. The Supplier of the natural gas proposed under this offer will be:**

Company Name: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Business Address: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

City, State, Zip: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Contact Person: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Phone Number: ( ) E-mail: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**Type of Organization:** Corporation \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Partnership \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Proprietorship \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_Other (Specify) \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**2. Offer Terms:**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Starting Date | Ending Date | Volume/Day | Delivery Location | Basis Price vs NYMEX/MMBtu |
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**EXHIBIT A** (cont.) Sheet 3 of 3

3**. Other information deemed pertinent:**

Submitting Entity: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Date: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**OFFER SIGNATURE:**

Submitting Entity: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Address: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Telephone No. (\_\_\_\_)\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

By: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ \*

(Individual's Name)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

(Title)

\* OFFERS MUST BE SIGNED BY AN OFFICIAL OF THE ORGANIZATION WHO HOLDS THE AUTHORITY FOR SUBMITTING OFFERS FOR THAT ORGANIZATION.

1. REX Johnson, meter 60148 into TGT. [↑](#footnote-ref-1)