WHEREAS, the Kentucky Municipal Energy Agency(“KyMEA”) is planning to provide All Requirements service to certain Members and other power supply related services to other KyMEA Members effective May 1, 2019; and

WHEREAS, KyMEA is currently assembling a portfolio of power resources to be available in 2019 to provide All Requirements Service to the applicable Members; and

WHEREAS, KyMEA and its Members may determine that it is desirable and in the public interest that certain Renewable Energy Resources provide a portion of the power supply requirements of some or all of KyMEA’s Members; and

WHEREAS, KyMEA desires to determine the manner in which it may be most appropriate to implement some level of Renewable Energy Resources in 2019; and

WHEREAS, Renewable Energy Resources to be considered may include Wind, Solar, Biomass or Hydroelectric power production facilities; and

WHEREAS, KyMEA expects to consider either the purchase of energy produced from Renewable Energy Resources or the development or expansion of one or more Renewable Energy Resource power production facilities; and

WHEREAS, Renewable Energy Resources are expected to provide power and energy at a higher cost than conventional resources available to be included in KyMEA’s power supply portfolio; and

WHEREAS, KyMEA desires to identify appropriate procedures or programs that would:

1. allocate the capacity, energy, costs, and benefits of Renewable Energy Resources to Members in proportion to, or otherwise based on, the interest of the individual Member and its customers in receiving service from Renewable Energy Resources; and
2. Not burden any Member that chooses not to receive power from Renewable Energy Resources;

**NOW, THEREFORE, IT IS RESOLVED AS FOLLOWS:**

1. Early during fiscal year 2016/2017, KyMEA will commence an effort to identify and evaluate alternatives for implementing Renewable Energy Resource options as early as May 2019 (the “Option Survey Phase”).
2. The Option Survey Phase is expected to identify:
   1. Renewable resource options that can be practically implemented as soon as 2019;
   2. Generic planning level estimates of the development and annual costs of such options and the practical implementation considerations related thereto;
   3. KyMEA’s and the Members’ appropriate roles in implementing initial Renewable Energy Resource alternatives identified; and
   4. Interest among KyMEA’s Members and the communities they serve, including willingness to bear additional costs of Renewable Energy Resources as compared to conventional resource options.
3. The amounts to be included in KyMEA’s FY 2016/2017 budget related to consideration and potentially implementation of Renewable Energy Resources is expected to be in the following ranges:
   1. $40,000 to $60,000 to complete the Option Survey Phase
   2. $25,000 to $75,000 as a placeholder for further consideration of a particular option(s) and initial implementation efforts within the fiscal year.