

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF)	CASE NO.
LOUISVILLE GAS & ELECTRIC COMPANY)	2013-00486

ORDER

On December 20, 2012, in Case No. 2012-00222,¹ the Commission approved rates for Louisville Gas & Electric Company ("LG&E") and provided for their further adjustment in accordance with LG&E's Gas Supply Clause ("GSC").

On December 30, 2013, LG&E filed its proposed GSC to be effective February 1, 2014.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. LG&E's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. LG&E's Expected Gas Cost ("EGC") is \$.49244 per 100 cubic feet, or \$4.9244 per Mcf, which is an increase of \$.1540 per Mcf from the previous EGC of \$4.7704 per Mcf.
3. LG&E's notice sets out a current Refund Adjustment ("RA") of \$.0000 per Mcf. LG&E's total RA is \$.0000 per Mcf, which is no change from its previous total RA of \$.0000 per Mcf.

¹ Case No. 2012-00222, Application of Louisville Gas and Electric Company for an Adjustment of Its Electric and Gas Rates, a Certificate of Public Convenience and Necessity, Approval of Ownership of Gas Service Lines and Risers, and a Gas Line Surcharge (Ky. PSC Dec. 20, 2012).

4. LG&E's notice sets out a current Actual Adjustment ("AA") of (\$.0688) per Mcf. The total AA of \$.2159 per Mcf is a decrease of \$.0623 per Mcf from the previous total AA of \$.2782 per Mcf.

5. LG&E's notice sets out a (\$.0015) per Mcf current Balance Adjustment ("BA"), which is an increase of \$.0027 per Mcf from the previous BA of (\$.0042) per Mcf.

6. LG&E's notice sets out a Performance-Based Rate Recovery Component ("PBRRC") of \$.0503 per Mcf, which will remain in effect to collect LG&E's portion of PBR savings until January 31, 2015.

7. LG&E's Gas Supply Cost Component ("GSCC") is \$.51891 per 100 cubic feet or \$5.1891 per Mcf, which is an increase of \$.0154 per Mcf from the prior GSCC of \$5.1737 per Mcf.

8. The rate in the Appendix to this Order is fair, just, and reasonable, and should be approved for gas supplied by LG&E on and after February 1, 2014.

IT IS THEREFORE ORDERED that:

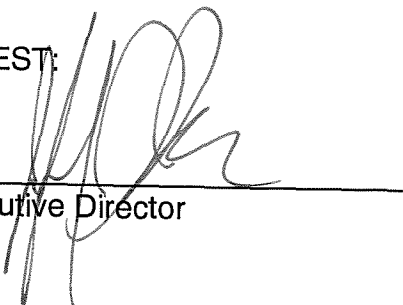
1. The rate in the Appendix, attached hereto and incorporated herein, is approved for gas supplied on and after February 1, 2014.

2. Within 20 days of the date of this Order, LG&E shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rate approved herein and reflecting that it was approved pursuant to this Order.

By the Commission

ENTERED
JAN 22 2014
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00486 DATED **JAN 22 2014**

The following rates and charges are prescribed for the customers served by Louisville Gas and Electric Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Gas Supply Cost Component

The total Gas Supply Cost Component shall be \$.51891 per 100 cubic feet for gas supplied on and after February 1, 2014.

Robert M Conroy
Director, Rates
Louisville Gas and Electric Company
220 W. Main Street
P. O. Box 32010
Louisville, KY 40202