

CROUNSE CORPORATION

PO BOX 360 • 400 MARINE WAY • PADUCAH, KY 42002-0360 • (270) 444-9611



December 13, 2018

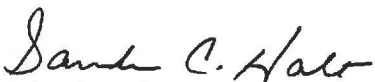
Mr. Delbert Billiter
LG&E and KU Services Company
220 West Main Street
Louisville, KY 40202

Dear Mr. Billiter:

In accordance with the terms of our coal barging agreement, there will be an adjustment in our rates effective January 1, 2019. Enclosed is our computation of the rates, along with fuel price notices from Paducah River Fuel and Custom Fuel Services.

Please let me know if you have any questions.

Very truly yours,


Sandra C. Holt
Secretary - Treasurer

Enclosures

SCH:cf

<i>PPI-fuel</i>	<i>FUEL</i>	<i>FUEL</i>
<i>wpu03T15M05</i>	<i>PRFS/Paducah</i>	<i>Custom/Catlettsburg</i>

Base Period

Jun-04	151.0	1.1250	1.1500
Jul-04	151.8	1.0900	1.1125
Aug-04	152.7	1.2350	1.2525
Avg:	151.833 (1)		1.161 (3)

Months used to compute Effective Rates for

01/01/2019

Sep-18	207.4	2.5200	2.4800
Oct-18	208.3	2.5900	2.5950
Nov-18	208.3	2.6600	2.5900
Avg:	208.000 (2)		2.573 (4)

Fixed Portion (10%):

N/A

PPI-fuel Portion (60%):

Base PPI-fuel: (1)	151.833 (1)					
Current PPI-fuel: (2)	208.000 (2)					
% Cng (1) to (2): x	36.993% x	60%	of change =	22.196%	(A)	

Posted Price # 2 Diesel Portion (25%):

Base # 2 Diesel: (3)	1.161 (3)					
Current # 2 Diesel: (4)	2.573 (4)					
% Cng (3) to (4): x	121.619% x	25%	of change =	30.405%	(B)	

Fuel Tax Portion (5%):

Base fuel tax	0.244					
Current tax eff. 04/01/15	0.291					
% Cng (Base) to (Curr): x	19.262% x	5%	of change =	0.963%	(C)	

% by which 01/01/2019 rates will be increased (or decreased, if percentage is negative) over Base Rates: 53.564% Sum of (A), (B), & (C)

FACTOR by which

Base Rates will be multiplied to get Effective Rates for 01/01/2019 1.536

Crystal Farlee

From: LaDonna Dixon <ldixon@paducahriverfuelservice.com>
Sent: Friday, August 31, 2018 3:06 PM
To: Crystal Farlee
Subject: RE: Posted Fuel Price, 7am, 9/1/18

*** Exercise caution. This is an EXTERNAL email. DO NOT open attachments or click links from unknown senders or unexpected email. ***

2.52 p/g

From: Crystal Farlee [mailto:cfarlee@crounse.com]
Sent: Friday, August 31, 2018 3:01 PM
To: LaDonna Dixon
Subject: Posted Fuel Price, 7am, 9/1/18

Good afternoon Ladonna,

Do you have the posted price for 7am, 9/1/18?

Regards,

Crystal Farlee
Assistant Secretary/Treasurer



400 Marine Way
Paducah, KY 42003
Phone: 270-444-9611
Fax: 270-444-9615

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Crystal Farlee

From: LaDonna Dixon <ldixon@paducahriverfuelservice.com>
Sent: Monday, October 01, 2018 4:53 PM
To: Crystal Farlee
Subject: RE: Posted Fuel Price, 7am, 10/01/18

*** Exercise caution. This is an EXTERNAL email. DO NOT open attachments or click links from unknown senders or unexpected email. ***

2.59 p/g -

From: Crystal Farlee [mailto:cfarlee@crounse.com]
Sent: Monday, October 01, 2018 4:52 PM
To: LaDonna Dixon
Subject: Posted Fuel Price, 7am, 10/01/18

What was the posted price of fuel at 7am, 10/01/18?

Regards,

Crystal Farlee
Assistant Secretary/Treasurer



400 Marine Way
Paducah, KY 42003
Phone: 270-444-9611
Fax: 270-444-9615

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Crystal Farlee

From: LaDonna Dixon <ldixon@paducahriverfuelservice.com>
Sent: Friday, November 02, 2018 11:12 AM
To: Crystal Farlee
Subject: RE: Posted Fuel Price, 7am, 11/01/18

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2.66 p/g

From: Crystal Farlee [mailto:cfarlee@crounse.com]
Sent: Friday, November 02, 2018 8:32 AM
To: LaDonna Dixon
Subject: Posted Fuel Price, 7am, 11/01/18

What was the post price of fuel at 7am, 11/01/18?

Regards,

Crystal Farlee
Assistant Secretary/Treasurer



400 Marine Way
Paducah, KY 42003
Phone: 270-444-9611
Fax: 270-444-9615

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Crouse Corporation Office

From: Bechard, Jason <Jason.Bechard@customfuel.com>
Sent: Friday, August 31, 2018 8:30 AM
To: Norris, Matt; CFS
Cc: CFS Accounting; Rafferty, Brian; Brown, Will; Shihady, Kala; Conatser, Maria; Von Der Heiden, Andrew
Subject: Custom Fuel Posted Price

*** Exercise caution. This is an EXTERNAL email. DO NOT open attachments or click links from unknown senders or unexpected email. ***

Custom Fuel Services Price as of 09/01/2018 00:00 CT

Please note the Nashville office will be closing early today at 2pm CST. The office will also be closed on Monday 9/03 in honor of Labor Day.

20k + ----- - 20k
2.37 ----- 2.42 – New Orleans to Baton Rouge, LA
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– please give 4hrs notice before fueling in accordance with USCG regulation at the following locations:

2.45 – Columbus, KY
2.52 – Paducah, KY
2.43 – Hartford, IL
2.43 – East Carondelet, IL (St. Louis Harbor)
2.48 – Gallipolis, OH
2.48 – Catlettsburg, KY
2.67 – Linwood, IA

Notice: prices expire same time the following business day or upon any pricing update prior to that time.

(USCG requiring 4 hour advance notice on all transfers (other than water) at all upriver locations. Prices not inclusive of the \$0.0010 per gallon FEDERAL L.U.S.T. tax billed as a separate line item

Submit Fuel Inquires to CFS.Inquiry@customfuel.com

Location contact info: www.customfuel.com

Marine diesel purchased from Custom Fuel Services may be either ULSD (15 ppm max sulfur), B5 (ULSD w/ 5% max biodiesel) or LM500 (low sulfur diesel, 500 ppm max sulfur) depending on the purchase location and stocks available to CFS through its suppliers. All diesel fuel sold by CFS: a) meets or exceeds the ASTM D975 standard; b) meets and adheres to all Federal and EPA requirements; c) meets and adheres to all State requirements for the states in which fuel is delivered; and d) is compatible with marine diesel engines Tier 3 and below.

Customer must raise any inquiries related to the type(s) of Marine Diesel available at a particular CFS facility at or before the pre-transfer conference. Deliveries to blue water vessels are restricted to ULSD only.

Crouse Corporation Office

From: Bechard, Jason <Jason.Bechard@customfuel.com>
Sent: Friday, September 28, 2018 11:29 AM
To: Norris, Matt; CFS
Cc: CFS Accounting; Rafferty, Brian; Brown, Will; Shihady, Kala; Conatser, Maria; Von Der Heiden, Andrew
Subject: Custom Fuel Posted Price

*** Exercise caution. This is an EXTERNAL email. DO NOT open attachments or click links from unknown senders or unexpected email. ***

Custom Fuel Services
Price as of 09/29/2018 00:00 CT

effective 10-1-18

20k + ----- - 20k

2.4650 ----- 2.5150 – New Orleans to Baton Rouge, LA

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– please give 4hrs notice before fueling in accordance with USCG regulation at the following locations:

- 2.5650 – Columbus, KY
- 2.5850 – Paducah, KY
- 2.5450 – Hartford, IL
- 2.5450 – East Carondelet, IL (St. Louis Harbor)
- 2.5950 – Gallipolis, OH
- 2.5950 – Catlettsburg, KY
- 2.7475 – Linwood, IA

Notice: prices expire same time the following business day or upon any pricing update prior to that time.

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Customer must raise any inquiries related to the type(s) of Marine Diesel available at a particular CFS facility at or before the pre-transfer conference. Deliveries to blue water vessels are restricted to ULSD only.

Crouse Corporation Office

From: Costabile, Jordan <Jordan.Costabile@customfuel.com>
Sent: Wednesday, October 31, 2018 1:56 PM
To: Norris, Matt; CFS
Cc: CFS Accounting; Rafferty, Brian; Brown, Will; Shihady, Kala; Conatser, Maria; Von Der Heiden, Andrew
Subject: Custom Fuel Posted Price
Attachments: Rouses Custom Fuel Services Letter.pdf; Rouses Guide 10.18.18.xlsx; Rouses Marine Supply Generic Order Guide.pdf; BOAT ORDER FORM.xlsx

Custom Fuel Services Price as of 11/01/2018 00:00 CT

We are pleased to announce that we now have 2 options for your grocery needs – **Rouses Market** is available for delivery to our Port Allen, LA location, and **McClain's Food Center** is available for delivery to our Wyatt, MO location.

More information about Rouses – including their ordering process and contact information - can be found in the PDF letter attached. We have also attached a list of Rouses pricing, an order form for Rouses, and an order form for McClain's to this email.

20k + ----- - 20k
2.41 ----- 2.46 – New Orleans to Baton Rouge, LA

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– please give 4hrs notice before fueling in accordance with USCG regulation at the following locations:

2.56 – Columbus, KY
2.58 – Paducah, KY
2.52 – Hartford, IL
2.52 – East Carondelet, IL (St. Louis Harbor)
2.59 – Gallipolis, OH
2.59 – Catlettsburg, KY
2.75 – Linwood, IA

Notice: prices expire same time the following business day or upon any pricing update prior to that time.

**(USCG requiring 4 hour advance notice on all transfers (other than water) at all upriver locations.
Prices not inclusive of the \$0.0010 per gallon FEDERAL L.U.S.T. tax billed as a separate line item**

Submit Fuel Inquires to CFS.Inquiry@customfuel.com

Location contact info: www.customfuel.com

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