

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)
ADJUSTMENT FILING OF LOUISVILLE)
GAS AND ELECTRIC COMPANY) CASE NO. 2000-080-C

ORDER

On September 27, 2000, in Case No. 2000-080, the Commission approved certain adjusted rates for Louisville Gas and Electric Company ("LG&E") and provided for their further adjustment in accordance with its gas supply clause ("GSC").

On February 28, 2001, LG&E filed its GSC to be effective from April 1, 2001 through April 30, 2001.

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

1. LG&E's notice proposes revised rates designed to pass on expected decreased wholesale gas costs to its customers. LG&E's proposed expected gas supply cost is 61.772 cents per 100 cubic feet, or \$6.1772 per Mcf, which is \$1.1986 per Mcf less than the previous expected gas supply cost of \$7.3758 per Mcf.
2. LG&E has no current supplier refunds to return to its customers.
3. LG&E's notice set out no current actual adjustment ("AA"). The proposed total AA of 16.46 cents per Mcf reflects under- and over-collections from three previous quarters.

4. LG&E's notice set out no current Balance Adjustment ("BA"). The total BA of .34 cent per Mcf is designed to collect remaining under-collections from previous actual and balance adjustments.

5. LG&E's notice set out its Performance-Based Rate Recovery Component ("PBRRC") of \$.0810 per Mcf which is designed to collect LG&E's portion of PBR savings from the 12-month period ending October 31, 2000.

6. These adjustments produce a gas supply cost component of 64.262 cents per 100 cubic feet or \$6.4262 per Mcf, \$1.1986 per Mcf less than the prior gas supply cost component of \$7.6248 per Mcf.

7. The rate adjustment in the Appendix to this Order is fair, just, and reasonable, in the public interest, and should be effective with gas supplied on and after April 1, 2001.

IT IS THEREFORE ORDERED that:

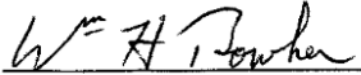
1. The rate in the Appendix to this Order is fair, just, and reasonable and is effective for gas supplied on and after April 1, 2001.

2. Within 30 days of the date of this Order, LG&E shall file with this Commission its revised tariffs setting out the rates authorized in this Order.

Done at Frankfort, Kentucky, this 20th day of March, 2001.

By the Commission

ATTEST:

Deputy 
Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2000-080-C DATED 3/20/2001

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 this Commission prior to the effective date of this Order.

Gas Supply Cost Component

The total Gas Supply Cost Component shall be 64.262 cents per 100 cubic feet during the period covered by the bill.