

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE)	
APPLICATION OF THE FUEL)	
ADJUSTMENT CLAUSE OF)	CASE NO.
LOUISVILLE GAS AND ELECTRIC)	2009-00288
COMPANY FROM NOVEMBER 1, 2008)	
THROUGH APRIL 30, 2009)	

O R D E R

Pursuant to 807 KAR 5:056, the Commission, on August 20, 2009, established this case to review and evaluate the operation of the Fuel Adjustment Clause (“FAC”) of Louisville Gas and Electric Company (“LG&E”) for the six-month period that ended on April 30, 2009. As part of this review, LG&E submitted certain information, pursuant to Commission Order, concerning its compliance with 807 KAR 5:056. The Commission held a public hearing on this matter on October 13, 2009. On October 27, 2009, LG&E filed its response to a post-hearing data request.

The Commission has previously established LG&E’s base fuel cost at 20.58 mills per kWh.¹ A review of LG&E’s monthly fuel clause filings shows that the actual fuel cost incurred for the six-month period under review ranged from a low of 19.22 mills in

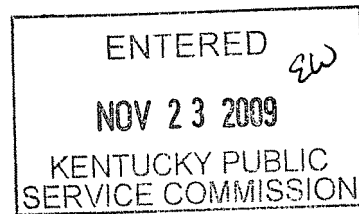
¹ Case No. 2008-00521, An Examination of the Application of the Fuel Adjustment Clause of Louisville Gas and Electric Company from November 1, 2006 to October 31, 2008 (Ky. PSC May 28, 2009).

November 2008 to a high of 23.70 mills in January 2009, with a six-month average of 22.06 mills.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds no evidence of improper calculation or application of LG&E's FAC charges or improper fuel procurement practices.

IT IS THEREFORE ORDERED that the charges and credits billed by LG&E through its FAC for the period November 1, 2008 through April 30, 2009 are approved.

By the Commission



ATTEST:



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