

January 7, 2004

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PUBLIC SERVICE  
COMMISSION

Public Service Commission  
211 Sower Boulevard  
P.O. Box 615  
Frankfort, Kentucky 40601

**RE: KENTUCKY UTILITIES COMPANY REQUEST FOR ADJUSTMENT OF ELECTRIC RATES TO BECOME EFFECTIVE ON AND AFTER FEBRUARY 1, 2004**

Commission Members,

By this letter, I am requesting that the commission limit the rate request increases to the extent that Kentucky Utilities makes a honest profit but not a great profit to the extent that upper management will receive excessive salaries.

Secondly, I am requesting that the commission deny Kentucky Utilities request to cancel the **COMBINATION OFF-PEAK WATER HEATING RATE CWH**. My home was wired and equipped to heat my hot water at night when electrical usage is low and the electrical producing equipment is not being well utilized. Kentucky Utilities in the past promoted the Off-Peak Water Heating as a conservation effort and better utilization of their equipment. Customers like myself have spent a considerable amount of money to install the wiring and oversized water heater tanks to accommodate the off-peak hours. Now we will be on the loosing end of the deal and have to pay a higher rate for heating our water in an oversized water heater tank. If the commission see fit to let Kentucky Utilities cancel the CWH rate, then I think that the Commission should require Kentucky Utilities to rewire and install smaller water heaters in homes that are now being served with the Off-Peak Service at **NO COST TO THE HOMEOWNER**. Eliminating the CWH Rate in my opinion is just another way of getting a rate increase through the back door and leaving the customer with a water heating system that wastes energy and money.

Thank you for your time and effort on these matters.



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