



a PPL company

Jeff DeRouen, Executive Director
Public Service Commission of Kentucky
211 Sower Boulevard
P. O. Box 615
Frankfort, Kentucky 40602

RECEIVED

JUL 15 2011

PUBLIC SERVICE
COMMISSION

July 15, 2011

**Louisville Gas and
Electric Company**
State Regulation and Rates
220 West Main Street
P.O. Box 32010
Louisville, Kentucky 40232
www.lge-ku.com

Robert M. Conroy
Director - Rates
T 502-627-3324
F 502-627-3213
robert.conroy@lge-ku.com

RE: *In the Matter of: The Application of Louisville Gas and Electric Company for Certificates of Public Convenience and Necessity and Approval of Its 2011 Compliance Plan for Recovery by Environmental Surcharge - Case No. 2011-00162*

Dear Mr. DeRouen:

Please find enclosed and accept for filing the original and fifteen (15) copies of the Certificate of Completed Notice of Louisville Gas and Electric Company.

Should you have any questions regarding the enclosed, please contact me at your convenience.

Sincerely,

Robert M. Conroy

cc: Parties of Record

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

**THE APPLICATION OF LOUISVILLE GAS AND)
ELECTRIC COMPANY FOR CERTIFICATES)
OF PUBLIC CONVENIENCE AND NECESSITY)
AND APPROVAL OF ITS 2011 COMPLIANCE) CASE NO. 2011-00162
PLAN FOR RECOVERY BY ENVIRONMENTAL)
SURCHARGE)**

CERTIFICATE OF COMPLETED NOTICE

To: The Public Service Commission, Frankfort, Kentucky

Pursuant to the Kentucky Public Service Commission's Rules Governing Tariffs effective August 4, 1984, I hereby certify that I am Lonnie E. Bellar, Vice President, State Regulation and Rates for Louisville Gas and Electric Company ("LG&E" or "Company"), a utility furnishing retail electric service within the Commonwealth of Kentucky which, on the 1st day of June, 2011, filed an application for an order granting LG&E Certificates of Public Convenience and Necessity to: build a single flue gas desulfurization ("FGD") unit to serve Mill Creek Units 1 and 2 and remove the existing FGDs for those units; build an FGD at Mill Creek Unit 4; remove the existing FGD at Mill Creek Unit 3 and tie Unit 3 into the existing Unit 4 FGD; build baghouses with powdered activated carbon ("PAC") injection and lime injection systems at Mill Creek Units 1, 2, 3, and 4; and build a baghouse with a PAC injection system and a lime injection system at Trimble County Unit 1. The application further seeks approval of an amended compliance plan for purposes of recovering the costs of new pollution control facilities through its Electric Rate Schedule ECR as required by KRS 278.183, and as applicable KRS 278,020(1). Notice to the public of the filing of the application has been completed in compliance with Section 8 of 807 KAR 5:011 as follows:


That more than twenty (20) customers will be affected by said change by way of an increase in their bills, and that on the 13th day of May, 2011, there was delivered to the Kentucky Press Association, an agency that acts on behalf of newspapers of general circulation throughout the Commonwealth of Kentucky in which customers affected reside, for publication in such newspapers once a week for three consecutive weeks beginning the week of May 25, 2011, pursuant to 807 KAR 5:011, Section 8(2)(c), a notice of the filing of LG&E's Application in this case. Publication of this notice is now complete. Affidavits from the Kentucky Press Association confirming this publication and copies of said notices are enclosed in the envelope marked Exhibit A. The Kentucky Press Association has presented to LG&E proof of this publication of notice in the form of "tear sheets," which LG&E will maintain in its files.

On the 1st day of June, 2011, notice was exhibited for public inspection at 701 South Ninth Street, Louisville, KY 40203 and that the same will be kept open to public inspection at said office in conformity with the requirements of 807 KAR 5:011, Section 8.

I further certify that LG&E included a general statement explaining the Application in this case with the bills for all Kentucky retail customers during the course of their regular monthly billing cycle beginning on May 31, 2011. An accurate copy of this general statement is marked as Exhibit B and attached hereto.

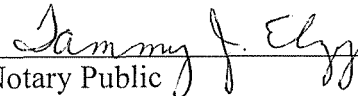
I further certify that, an additional means of giving notice, LG&E has posted on its website (<http://www.lge-ku.com>) its Application in this proceeding.

Given under my hand this 15th day of July, 2011.



Lonnie E. Bellar
Vice President, State Regulation and Rates
Louisville Gas and Electric Company
220 West Main Street
Louisville, Kentucky 40202

Subscribed and sworn to before me, a Notary Public in and before said County and State,
this 15th day of July, 2011.

 (SEAL)

Notary Public

My Commission Expires:

November 9, 2014

Exhibit A

Affidavits Attesting to Publication of Notice to Customers

NOTARIZED PROOF OF PUBLICATION

COMMONWEALTH OF KENTUCKY

COUNTY OF Franklin

Before me, a Notary Public, in and for said county and state, this 7th day of June, 2011, came RACHEL MCCARTY, personally known to me, who, being duly sworn, states as follows: that she is the Advertising Assistant of the Kentucky Press Service, Inc.; that she has personal knowledge of the contents of this Affidavit; that the newspapers shown on Attachment No. 1 to this Affidavit published the Notice of Public Hearing, on the dates shown thereon at the request of Kentucky Press Service, Inc. for Louisville Gas and Electric Company; that the form and content of the Notice submitted for publication to each paper is shown in Attachment No. 2 to this Affidavit; and that the Kentucky Press Service, Inc. has presented to Louisville Gas and Electric Company proof of these publications in the form of "tear sheets" for retention in its files. Said Notice pertains to the Application for Recovery By Environmental Surcharge of Louisville Gas and Electric Company's 2011 Environmental Compliance Plan, in Case No. 2011-00162.

Rachel McCarty
Signature

Bessie J. Howard
Notary Public
My Commission Expires: 9-18-12

(SEAL)

[Attachments: (1) List of publications and dates of publication; (2) sample published notice]

KENTUCKY PRESS SERVICE

**101 Consumer Lane
(502) 223-8821**

**Frankfort, KY 40601
FAX (502) 875-2624**

Rachel McCarty Advertising Dept.

List of newspapers running the Notice to Louisville Gas and Electric Company. Attached tearsheets provide proof of publication:

Bedford Trimble Banner: May 25
Brandenburg Meade Co. Messenger: May 26
Brandenburg News Standard: May 27
Elizabethtown Hardin Co. Independent: May 26
Elizabethtown News Enterprise: May 25
Lagrange Oldham Era: May 26
Louisville Courier Journal: May 25
New Castle Henry Co. Local: May 25
Shelbyville Sentinel News: May 25
Shepherdsville Pioneer News: May 25
Taylorsville Spencer Magnet: May 25

①

NOTICE TO CUSTOMERS OF
LOUISVILLE GAS AND ELECTRIC COMPANY

RECOVERY BY ENVIRONMENTAL SURCHARGE OF LOUISVILLE GAS AND
ELECTRIC'S 2011 ENVIRONMENTAL COMPLIANCE PLAN

PLEASE TAKE NOTICE that on June 1, 2011, Louisville Gas and Electric Company ("LG&E") will file with the Kentucky Public Service Commission ("Commission") in Case No. 2011-00162, an Application pursuant to Kentucky Revised Statute 278.183 for approval of an amended compliance plan ("LG&E's 2011 Environmental Compliance Plan") for the purpose of recovering the capital costs and operation and maintenance costs associated with new pollution control facilities through an increase in the environmental surcharge on customers' bills beginning January 31, 2012 under LG&E's Electric Rate Schedule ECR, also known as the environmental cost recovery surcharge.

Federal, state, and local environmental regulations require LG&E to build and upgrade equipment and facilities to operate in an environmentally sound manner. Specifically, LG&E is seeking Commission approval of Certificates of Public Convenience and Necessity ("CPCN") to build new Flue Gas Desulfurization systems ("FGDs") for Units 1, 2, and 4 at the Mill Creek Generating Station in Jefferson County, Kentucky; to remove the existing Mill Creek Units 1, 2, and 3 FGDs; to upgrade the existing Mill Creek Unit 4 FGD and tie Unit 3 into the existing Unit 4 FGD; and to install Particulate Matter Control Systems to serve all units at the Mill Creek Generating Station and Unit 1 at the Trimble County Generating Station near Wisnes Landing in Trimble County, Kentucky. Additionally, LG&E is seeking recovery of costs associated with these environmental projects, which are necessary for compliance with the federal Clean Air Act, and other current or proposed environmental laws and regulations, as implemented by the relevant government agencies. These additional projects primarily relate to installing FGDs and Particulate Matter Control Systems on all units at the Mill Creek Generating Station, and installing a Particulate Matter Control System on Unit 1 at the Trimble County Generating Station and other pollution control facilities. The capital cost of the new pollution control facilities for which LG&E will seek cost recovery at this time is estimated to be \$1.4 billion. Additional operation and maintenance expenses will be incurred for these projects and are costs that LG&E is requesting to recover through the environmental surcharge in its application.

The impact on LG&E's electric customers is estimated to be a 2.3% increase in 2012 with a maximum increase of 19.2% in 2016. For a LG&E residential electric customer using 1,000 kilowatt hours per month, the initial monthly increase is expected to be \$1.96 during 2012, with the maximum monthly increase expected to be \$16.33 during 2016.

The Environmental Surcharge Application described in this Notice is proposed by LG&E. However, the Public Service Commission may issue an order modifying or denying LG&E's Environmental Surcharge Application. Such action may result in an environmental surcharge for consumers other than the environmental surcharge described in this Notice.

Any corporation, association, body politic or person may, by motion within thirty (30) days after publication, request leave to intervene in Case No. 2011-00162. That motion shall be submitted to the Public Service Commission, 211 Sower Blvd., P.O. Box 615, Frankfort, Kentucky, 40602, and shall set forth the grounds for the request including the status and interest of the party. Intervenors may obtain copies of the Application and testimony by contacting Louisville Gas and Electric Company at 220 West Main Street, Louisville, Kentucky, 40202, Attention: Lonnie E. Bellar, Vice President, State Regulation and Rates. A copy of the Application and testimony will be available for public inspection on LG&E's website (<http://www.lge-ku.com>) and at LG&E's offices where bills are paid after June 1, 2011.



KENTUCKY PRESS SERVICE

101 CONSUMER LANE
 FRANKFORT, KY 40601-
 Voice (502) 223-8821 Fax (502) 875-2624

Wednesday, June 01, 2011 10:09 AM

Invoice

Agency MARY GILLESPIE
 LG&E and KU Services Company
 220 W. MAIN ST. 5TH FLOOR
 P.O. BOX 32010
 LOUISVILLE, KY 40202-

PO Number
Order 11054LL0

Client Louisville Gas & Electric and KY Utilities Co.

Newspaper

Caption	Run Date	Ad Size	Rate	Rate Name	Color	Disc.	Total
BEDFORD TRIMBLE BANNER-DEMOCRAT							
Notice--LG&E will file June 1	05/25/2011	4 x 5.75	\$5.04	CLDIS	\$0.00	0.0000%	\$115.92
BRANDENBURG MEADE CO. MESSENGER							
Notice--LG&E will file June 1	05/26/2011	4 x 5.75	\$9.50	CLDIS	\$0.00	7.5000%	\$218.50
Brandenburg News Standard							
Notice--LG&E will file June 1	05/27/2011	4 x 5.75	\$8.86	CLDIS	\$0.00	7.5000%	\$203.78
ELIZABETHTOWN HARDIN CO. INDEPENDENT							
Notice--LG&E will file June 1	05/26/2011	3 x 5.25	\$7.25	CLDIS	\$0.00	7.5000%	\$114.19
ELIZABETHTOWN NEWS-ENTERPRISE							
Notice--LG&E will file June 1	05/25/2011	4 x 5.75	\$24.47	CLDIS	\$0.00	7.5000%	\$562.81
LAGRANGE OLDHAM ERA							
Notice--LG&E will file June 1	05/26/2011	4 x 5.75	\$12.87	SAU	\$0.00	7.5000%	\$296.01
LOUISVILLE COURIER-JOURNAL							
Notice--LG&E will file June 1	05/25/2011	5 x 6	\$109.64	CLDIS	\$0.00	0.0000%	\$3,289.20
NEW CASTLE HENRY CO. LOCAL							
Notice--LG&E will file June 1	05/25/2011	4 x 5.75	\$10.77	CLDIS	\$0.00	7.5000%	\$247.71
SHELBYVILLE SENTINEL-NEWS							
Notice--LG&E will file June 1	05/25/2011	4 x 5.75	\$13.05	CLDIS	\$0.00	7.5000%	\$300.15
SHEPHERDSVILLE PIONEER-NEWS							
Notice--LG&E will file June 1	05/25/2011	4 x 5.75	\$12.61	CLDIS	\$0.00	7.5000%	\$290.03
TAYLORSVILLE SPENCER MAGNET							
Notice--LG&E will file June 1	05/25/2011	4 x 5.75	\$8.00	CLDIS	\$0.00	7.5000%	\$184.00
Total Advertising							\$5,822.30
Discounts							\$181.28
Tax: USA							\$0.00
Total Invoice							\$5,641.02
Payments							\$0.00
Adjustments							\$0.00
Balance Due							\$5,641.02

ANY QUESTIONS CONCERNING TEARSHEETS AND ALL REQUESTS FOR ACCOUNT CREDIT MUST BE MADE WITHIN FIVE DAYS OF THE DATE OF THIS INVOICE. IF THE REQUEST IS NOT RECEIVED WITHIN FIVE DAYS, THE CLIENT IS RESPONSIBLE FOR FULL PAYMENT OF THE INVOICE AMOUNT. Amount Due Subject to 1.5% Service Charge After 30 Days Please Pay From This Invoice. No Statement Will Be Sent.

NOTARIZED PROOF OF PUBLICATION

COMMONWEALTH OF KENTUCKY

COUNTY OF FRANKLIN

Before me, a Notary Public, in and for said county and state, this 27th day of June, 2011, came RACHEL McCARTY, personally known to me, who, being duly sworn, states as follows: that she is the Advertising Assistant of the Kentucky Press Service, Inc.; that she has personal knowledge of the contents of this Affidavit; that the newspapers shown on Attachment No. 1 to this Affidavit published the Notice of Public Hearing, on the dates shown thereon at the request of Kentucky Press Service, Inc. for Louisville Gas and Electric Company; that the form and content of the Notice submitted for publication to each paper is shown in Attachment No. 2 to this Affidavit; and that the Kentucky Press Service, Inc. has presented to Louisville Gas and Electric Company proof of these publications in the form of "tear sheets" for retention in its files. Said Notice pertains to the Application for Recovery By Environmental Surcharge of Louisville Gas and Electric Company's 2011 Environmental Compliance Plan, in Case No. 2011-00162.

Rachel McCarty
Signature

Bonnie F. Howard
Notary Public
My Commission Expires: 9-18-12

(SEAL)

[Attachments: (1) List of publications and dates of publication; (2) sample published notice]

KENTUCKY PRESS SERVICE

**101 Consumer Lane
(502) 223-8821**

**Frankfort, KY 40601
FAX (502) 875-2624**

Rachel McCarty Advertising Dept.

List of newspapers running the Notice to Louisville Gas and Electric Company. Attached tearsheets provide proof of publication:

Bedford Trimble Banner: June 1 & 8
Brandenburg Meade Co. Messenger: June 2 & 9
Brandenburg News Standard: June 3 & 10
Elizabethtown Hardin Co. Independent: June 2 & 9
Elizabethtown News Enterprise: June 1 & 8
Lagrange Oldham Era: June 2 & 9
Louisville Courier Journal: June 1 & 8
New Castle Henry Co. Local: June 1 & 8
Shelbyville Sentinel News: June 1 & 8
Shepherdsville Pioneer News: June 1 & 8
Taylorsville Spencer Magnet: June 1 & 8

NOTICE TO CUSTOMERS OF
LOUISVILLE GAS AND ELECTRIC COMPANY

RECOVERY BY ENVIRONMENTAL SURCHARGE OF LOUISVILLE GAS AND
ELECTRIC'S 2011 ENVIRONMENTAL COMPLIANCE PLAN

PLEASE TAKE NOTICE that on June 1, 2011, Louisville Gas and Electric Company ("LG&E") filed with the Kentucky Public Service Commission ("Commission") in Case No. 2011-00162, an Application pursuant to Kentucky Revised Statute 278.183 for approval of an amended compliance plan ("LG&E's 2011 Environmental Compliance Plan") for the purpose of recovering the capital costs and operation and maintenance costs associated with new pollution control facilities through an increase in the environmental surcharge on customers' bills beginning January 31, 2012 under LG&E's Electric Rate Schedule ECR, also known as the environmental cost recovery surcharge.

Federal, state, and local environmental regulations require LG&E to build and upgrade equipment and facilities to operate in an environmentally sound manner. Specifically, LG&E is seeking Commission approval of Certificates of Public Convenience and Necessity ("CPCN") to build new Flue Gas Desulfurization systems ("FGDs") for Units 1, 2, and 4 at the Mill Creek Generating Station in Jefferson County, Kentucky; to remove the existing Mill Creek Units 1, 2, and 3 FGDs; to upgrade the existing Mill Creek Unit 4 FGD and tie Unit 3 into the existing Unit 4 FGD; and to install Particulate Matter Control Systems to serve all units at the Mill Creek Generating Station and Unit 1 at the Trimble County Generating Station near Wisers Landing in Trimble County, Kentucky. Additionally, LG&E is seeking recovery of costs associated with these environmental projects, which are necessary for compliance with the federal Clean Air Act, and other current or proposed environmental laws and regulations, as implemented by the relevant government agencies. These additional projects primarily relate to installing FGDs and Particulate Matter Control Systems on all units at the Mill Creek Generating Station, and installing a Particulate Matter Control System on Unit 1 at the Trimble County Generating Station and other pollution control facilities. The capital cost of the new pollution control facilities for which LG&E will seek cost recovery at this time is estimated to be \$1.4 billion. Additional operation and maintenance expenses will be incurred for these projects and are costs that LG&E is requesting to recover through the environmental surcharge in its application.

The impact on LG&E's electric customers is estimated to be a 2.3% increase in 2012 with a maximum increase of 19.2% in 2016. For a LG&E residential electric customer using 1,000 kilowatt hours per month, the initial monthly increase is expected to be \$1.96 during 2012, with the maximum monthly increase expected to be \$16.33 during 2016.

The Environmental Surcharge Application described in this Notice is proposed by LG&E. However, the Public Service Commission may issue an order modifying or denying LG&E's Environmental Surcharge Application. Such action may result in an environmental surcharge for consumers other than the environmental surcharge described in this Notice.

Any corporation, association, body politic or person may, by motion within thirty (30) days after publication, request leave to intervene in Case No. 2011-00162. That motion shall be submitted to the Public Service Commission, 211 Sower Blvd., P.O. Box 615, Frankfort, Kentucky, 40602, and shall set forth the grounds for the request including the status and interest of the party. Intervenors may obtain copies of the Application and testimony by contacting Louisville Gas and Electric Company at 220 West Main Street, Louisville, Kentucky, 40202, Attention: Lonnie E. Bellar, Vice President, State Regulation and Rates. A copy of the Application and testimony will be available for public inspection on LG&E's website (<http://www.lge-ku.com>) and at LG&E's offices where bills are paid after June 1, 2011.



KENTUCKY PRESS SERVICE

101 CONSUMER LANE
FRANKFORT, KY 40601-
Voice (502) 223-8821 Fax (502) 875-2624

Friday, June 24, 2011 02:09 PM

Invoice

Agency MARY GILLESPIE
L.G&E and KU Services Company
220 W. MAIN ST. 5TH FLOOR
P.O. BOX 32010
LOUISVILLE, KY 40202-

PO Number
Order 11062LL0

Client Louisville Gas & Electric and KY Utilities Co.

Newspaper

Caption	Run Date	Ad Size	Rate	Rate Name	Color	Disc.	Total
BEDFORD TRIMBLE BANNER-DEMOCRAT							
Notice--HAVE FILED	06/01/2011	4 x 5.75	\$5.04	CLDIS	\$0.00	0.0000%	\$115.92
Notice--HAVE FILED	06/08/2011	4 x 5.75	\$5.04	CLDIS	\$0.00	0.0000%	\$115.92
BRANDENBURG MEADE CO. MESSENGER							
Notice--HAVE FILED	06/02/2011	4 x 5.75	\$9.50	CLDIS	\$0.00	7.5000%	\$218.50
Notice--HAVE FILED	06/09/2011	4 x 5.75	\$9.50	CLDIS	\$0.00	7.5000%	\$218.50
Brandenburg News Standard							
Notice--HAVE FILED	06/03/2011	4 x 5.75	\$8.86	CLDIS	\$0.00	7.5000%	\$203.78
Notice--HAVE FILED	06/10/2011	4 x 5.75	\$8.86	CLDIS	\$0.00	7.5000%	\$203.78
ELIZABETHTOWN HARDIN CO. INDEPENDENT							
Notice--HAVE FILED	06/02/2011	3 x 5.25	\$7.25	CLDIS	\$0.00	7.5000%	\$114.19
Notice--HAVE FILED	06/09/2011	3 x 5.25	\$7.25	CLDIS	\$0.00	7.5000%	\$114.19
ELIZABETHTOWN NEWS-ENTERPRISE							
Notice--HAVE FILED	06/01/2011	4 x 5.75	\$24.47	CLDIS	\$0.00	7.5000%	\$562.81
Notice--HAVE FILED	06/08/2011	4 x 5.75	\$24.47	CLDIS	\$0.00	7.5000%	\$562.81
LAGRANGE OLDDHAM ERA							
Notice--HAVE FILED	06/02/2011	4 x 5.75	\$12.87	SAU	\$0.00	7.5000%	\$296.01
Notice--HAVE FILED	06/09/2011	4 x 5.75	\$12.87	SAU	\$0.00	7.5000%	\$296.01
LOUISVILLE COURIER-JOURNAL							
Notice--HAVE FILED	06/01/2011	5 x 6	\$109.64	CLDIS	\$0.00	0.0000%	\$3,289.20
Notice--HAVE FILED	06/08/2011	5 x 6	\$109.64	CLDIS	\$0.00	0.0000%	\$3,289.20
NEW CASTLE HENRY CO. LOCAL							
Notice--HAVE FILED	06/01/2011	4 x 5.75	\$10.77	CLDIS	\$0.00	7.5000%	\$247.71
Notice--HAVE FILED	06/08/2011	4 x 5.75	\$10.77	CLDIS	\$0.00	7.5000%	\$247.71
SHELBYVILLE SENTINEL-NEWS							
Notice--HAVE FILED	06/01/2011	4 x 5.75	\$13.05	CLDIS	\$0.00	7.5000%	\$300.15
Notice--HAVE FILED	06/08/2011	4 x 5.75	\$13.05	CLDIS	\$0.00	7.5000%	\$300.15
SHEPHERDSVILLE PIONEER-NEWS							
Notice--HAVE FILED	06/01/2011	4 x 5.75	\$12.61	CLDIS	\$0.00	7.5000%	\$290.03
Notice--HAVE FILED	06/08/2011	4 x 5.75	\$12.61	CLDIS	\$0.00	7.5000%	\$290.03

ANY QUESTIONS CONCERNING TEARSHEETS AND ALL REQUESTS FOR ACCOUNT CREDIT MUST BE MADE WITHIN FIVE DAYS OF THE DATE OF THIS INVOICE. IF THE REQUEST IS NOT RECEIVED WITHIN FIVE DAYS, THE CLIENT IS RESPONSIBLE FOR FULL PAYMENT OF THE INVOICE AMOUNT. Amount Due Subject to 1.5% Service Charge After 30 Days Please Pay From This Invoice. No Statement Will Be Sent.



KENTUCKY PRESS SERVICE

101 CONSUMER LANE
 FRANKFORT, KY 40601-
 Voice (502) 223-8821 Fax (502) 875-2624

Friday, June 24, 2011 02:09 PM

Invoice

Agency MARY GILLESPIE
 LG&E and KU Services Company
 220 W. MAIN ST. 5TH FLOOR
 P.O. BOX 32010
 LOUISVILLE, KY 40202-

PO Number
Order 11062LL0

Client Louisville Gas & Electric and KY Utilities Co.

Newspaper

Caption	Run Date	Ad Size	Rate	Rate Name	Color	Disc.	Total
TAYLORSVILLE SPENCER MAGNET							
Notice--HAVE FILED	06/01/2011	4 x 5.75	\$8.00	CLDIS	\$0.00	7.5000%	\$184.00
Notice--HAVE FILED	06/08/2011	4 x 5.75	\$8.00	CLDIS	\$0.00	7.5000%	\$184.00
Total Advertising							\$11,644.60
Discounts							\$362.56
Tax: USA							\$0.00
Total Invoice							\$11,282.04
Payments							\$0.00
Adjustments							\$0.00
Balance Due							\$11,282.04

ANY QUESTIONS CONCERNING TEARSHEETS AND ALL REQUESTS FOR ACCOUNT CREDIT MUST BE MADE WITHIN FIVE DAYS OF THE DATE OF THIS INVOICE. IF THE REQUEST IS NOT RECEIVED WITHIN FIVE DAYS, THE CLIENT IS RESPONSIBLE FOR FULL PAYMENT OF THE INVOICE AMOUNT. Amount Due Subject to 1.5% Service Charge After 30 Days Please Pay From This Invoice. No Statement Will Be Sent.

Exhibit B

Copy of the General Statement Included
In Customers' Bills During the Course
Of Their Regular Monthly Billing Cycle
Beginning On or About May 31, 2011

Dear LG&E Customer:

To comply with existing and new federal environmental laws and regulations, LG&E must continue to invest in additional pollution control facilities. Currently, LG&E is seeking Kentucky Public Service Commission (“KPSC”) approval to build additional pollution control facilities. Following KPSC approval, the actual costs associated with the pollution control facilities would be passed on to retail electric customers through the existing Environmental Surcharge billing factor. LG&E estimates that the initial impact would be an increase in the environmental surcharge of \$1.96 per month for a residential electric customer using 1,000 kilowatt hours (kWh) per month. The announcement below is included to comply with KPSC regulations regarding notice of tariff changes to customers. If approved as filed, this change in rates will be included on customer bills no sooner than January 31, 2012.

NOTICE TO CUSTOMERS OF
LOUISVILLE GAS AND ELECTRIC COMPANY

RECOVERY BY ENVIRONMENTAL SURCHARGE OF LOUISVILLE GAS AND
ELECTRIC’S 2011 ENVIRONMENTAL COMPLIANCE PLAN

PLEASE TAKE NOTICE that on June 1, 2011, Louisville Gas and Electric Company (“LG&E”) will file with the Kentucky Public Service Commission (“Commission”) in Case No. 2011-00162, an Application pursuant to Kentucky Revised Statute 278.183 for approval of an amended compliance plan (“LG&E’s 2011 Environmental Compliance Plan”) for the purpose of recovering the capital costs and operation and maintenance costs associated with new pollution control facilities through an increase in the environmental surcharge on customers’ bills beginning January 31, 2012 under LG&E’s Electric Rate Schedule ECR, also known as the environmental cost recovery surcharge.

Federal, state, and local environmental regulations require LG&E to build and upgrade equipment and facilities to operate in an environmentally sound manner. Specifically, LG&E is seeking Commission approval of Certificates of Public Convenience and Necessity (“CPCN”) to build new Flue Gas Desulfurization systems (“FGDs”) for Units 1, 2, and 4 at the Mill Creek Generating Station in Jefferson County, Kentucky; to remove the existing Mill Creek Units 1, 2, and 3 FGDs; to upgrade the existing Mill Creek Unit 4 FGD and tie Unit 3 into the existing Unit 4 FGD; and to install Particulate Matter Control Systems to serve all units at the Mill Creek Generating Station and Unit 1 at the Trimble County Generating Station near Wisers Landing in Trimble County, Kentucky. Additionally, LG&E is seeking recovery of costs associated with these environmental projects, which are necessary for compliance with the federal Clean Air Act, and other current or proposed environmental laws and regulations, as implemented by the relevant government agencies. These additional projects primarily relate to installing FGDs and Particulate Matter Control Systems on all units at the Mill Creek Generating Station, and installing a Particulate Matter Control System on Unit 1 at the Trimble County Generating Station and other pollution control facilities. The capital cost of the new pollution control facilities for which LG&E will seek cost recovery at this time is estimated to be \$1.4 billion. Additional operation and maintenance expenses will

be incurred for these projects and are costs that LG&E is requesting to recover through the environmental surcharge in its application.

The impact on LG&E's electric customers is estimated to be a 2.3% increase in 2012 with a maximum increase of 19.2% in 2016. For a LG&E residential electric customer using 1,000 kilowatt hours per month, the initial monthly increase is expected to be \$1.96 during 2012, with the maximum monthly increase expected to be \$16.33 during 2016.

The Environmental Surcharge Application described in this Notice is proposed by LG&E. However, the Public Service Commission may issue an order modifying or denying LG&E's Environmental Surcharge Application. Such action may result in an environmental surcharge for consumers other than the environmental surcharge described in this Notice.

Any corporation, association, body politic or person may, by motion within thirty (30) days after publication, request leave to intervene in Case No. 2011-00162. That motion shall be submitted to the Public Service Commission, 211 Sower Blvd., P.O. Box 615, Frankfort, Kentucky, 40602, and shall set forth the grounds for the request including the status and interest of the party. Intervenors may obtain copies of the Application and testimony by contacting Louisville Gas and Electric Company at 220 West Main Street, Louisville, Kentucky, 40202, Attention: Lonnie E. Bellar, Vice President, State Regulation and Rates. A copy of the Application and testimony will be available for public inspection on LG&E's website (<http://www.lge-ku.com>) and at LG&E's offices where bills are paid after June 1, 2011.