



Mr. Jeff Derouen, Executive Director
 Kentucky Public Service Commission
 211 Sower Boulevard
 Frankfort, Kentucky 40601

**Louisville Gas and
 Electric Company**
 State Regulation and Rates
 220 West Main Street
 PO Box 32010
 Louisville, Kentucky 40232
 www.eon-us.com

RECEIVED

JAN 30 2009

**PUBLIC SERVICE
 COMMISSION**

Rick E. Lovekamp
 Manager Regulatory Affairs
 T 502-627-3780
 F 502-627-3213
 rick.lovekamp@eon-us.com

January 30, 2009

Re: *Application of Louisville Gas and Electric Company for an Order
 Approving the Establishment of a Regulatory Asset*
Case No. 2008-00456

Dear Mr. Derouen:

Pursuant to the Commission's Order in the aforementioned case, Louisville Gas and Electric Company ("LG&E") hereby notifies the Commission that LG&E has established and recorded a regulatory asset as described in this proceeding.

The following accounting entries were made in LG&E's records and are submitted in response to the requirements contained in the aforementioned case.

Account Description and Number	Debit	Credit
Other Regulatory Assets – 182.3	\$ 23,530,745	
Load Dispatching – Elec. Distribution – 581		\$ 14,504
Overhead Line Expenses – Elec. Distribution – 583		\$ 5,708,103
Maint. Supv. & Engineering – Elec. Distribution – 590		\$ 55,425
Maint. of Overhead Lines – Elec. Distribution – 593		\$ 16,988,947
Maint. of Underground Lines – Elec. Distribution – 594		\$ 27,876
Maint. of Line Transformers – Elec. Distribution – 595		\$ 666,631
Supervision – Customer Service and Info. Exp. – 907		\$ 5,192
Injuries and Damages – 925		\$ 64,067

All the mutual assistance invoices had not been received by December 31, 2008, so there are some adjustments that will be made to these amounts in January and February of 2009. Once all adjustments are complete, a submission with the final amounts will be filed.

Mr. Jeff Derouen, Executive Director
January 30, 2009

If the Commission has questions, please do not hesitate to contact me.

Sincerely,

A handwritten signature in black ink, appearing to read "Rick E. Lovekamp". The signature is fluid and cursive, with the first name "Rick" and last name "Lovekamp" clearly legible.

Rick E. Lovekamp