

May 27, 2011

Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, Kentucky 40602

RECEIVED

MAY 31 2011

PUBLIC SERVICE
COMMISSION

Kentucky Utilities Company
220 West Main Street
Louisville, Kentucky 40202
Attention: Lonnie E. Bellar

Dear Sirs,

Please find enclosed a notice to Kentucky Utilities Customers that was **supposedly** printed in our local newspaper, **Harlan Daily Enterprise** on May 25, 2011.

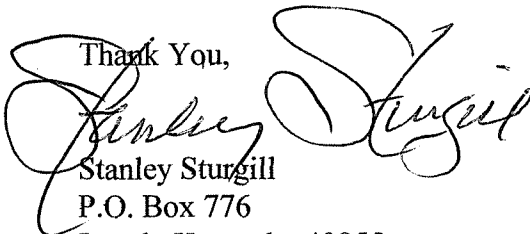
I have taken a very strong magnifying glass and made out part of the notice, but was unable to get the full message. It would appear that the notice is probably important or it would not have been placed in the newspaper to begin with.

From what I can make out of the advertisement it appears there will be another rate increase request by KU in the near future and the ad is giving notice of allowing a motion for a hearing. Not really sure about all this, but if I am reading it right I would like to make a motion or request for a hearing on this (Case No. 2011-00161). If a reason is required for a hearing, my reason is rates are high enough at present without additional undue burdens of higher rates. The customers should not be made to pay more for K.U.'s problems with the EPA and out dated power facilities. These are things the company should have been taking care over the past 60 years.

I would also like to know if the notice can be reprinted in the Harlan Daily, in print large enough to be read without a magnifying glass, etc.?

I am also sending a copy of this letter to Kentucky Utilities with the same requests and also a request for copies of the application and testimony.

Thank You,



Stanley Sturgill
P.O. Box 776
Lynch, Kentucky 40855

Wednesday, May 25, 2011

IT FAST CLASSIFIED!

NOTICE TO CUSTOMERS OF KENTUCKY UTILITIES COMPANY RECOVERY BY ENVIRONMENTAL SURCHARGE OF

KENTUCKY UTILITIES COMPANY'S 2011 ENVIRONMENTAL COMPLIANCE PLAN

PLEASE TAKE NOTICE that on June 1, 2011, Kentucky Utilities Company (KUC) will file with the Kentucky Public Service Commission (Commission) in Case No. 2011-00181, an Application pursuant to Kentucky Revised Statute 278.010 for approval of an amended compliance plan (KUC'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 01, 2012 under KUC's existing Electric Rate Schedule ECR, also known as the environmental cost recovery surcharge.

Federal, state, and local environmental regulations require KUC to build and upgrade equipment and facilities to operate in an environmentally sound manner. Specifically, KUC's existing Commission approval of the Certificate of Public Convenience and Necessity (CPCN) to construct new Particulate Matter Control Systems to serve all units at the Great Generating Station in Great Bend, Kentucky, and to serve all units at the E.M. Brown Generating Station in Burgin, Kentucky to comply with the revised emissions standards for hazardous air pollutants promulgated by the U.S. Environmental Protection Agency (EPA), the Particulate Matter Control Systems are also being installed to comply with EPA proposed sulfur dioxide and ozone requirements. Additionally, KUC's existing recovery of costs associated with these environmental projects, which are necessary for compliance with the Federal Clean Air Act, the Federal Resource Conservation and Recovery Act, and other current or proposed environmental laws and regulations, such as emissions trading. These additional projects primarily relate to installing Particulate Matter Control Systems to serve all units at the Great Generating Station, installing Particulate Matter Control Systems to serve all units at the E.M. Brown Generating Station, covering the steam coal combustion residuals treatment basin at the E.M. Brown Generating Station, the landfill and other pollution control facilities. The capital cost of the new pollution control facilities for which KUC is seeking recovery at this time is estimated to be \$1.1 billion. Additional operation and maintenance expenses will be incurred for these projects and are costs that KUC is requesting to recover through the environmental surcharge in its application.

The impact on KUC's customers is estimated to be a 1.2% increase in 2012 with a maximum increase of 0.2% in 2014. For a 100 residential customer using 1,000 kilowatt hours per month, the total monthly increase is expected to be \$1.10 during 2012, with the maximum monthly increase expected to be \$0.46 during 2014.

The Environmental Surcharge Application described in this Notice is proposed by KUC. However, the Public Service Commission may issue an order modifying or denying KUC'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. 2011-00181. That motion shall be submitted to the Public Service Commission, 201 Sower Street, P.O. Box 415, Frankfort, Kentucky 40621, and shall set forth the grounds for the request including the status and interest of the party. Intervenor may obtain copies of the Application and testimony by contacting Kentucky Utilities Company at 220 West Main Street, Louisville, Kentucky 40202, Attention: Lorne E. Bland, Vice President, State Regulation and Rates. A copy of the Application and testimony will be available for public inspection on KUC's website (<http://www.kyutilities.com>) and at KUC offices where bills are paid after June 1, 2011.