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David L. Armstrong
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January 10, 2012

Stoll Keenon Ogden PLLC
Attention: W. Duncan Crosby III
2000 PNC Plaza
500 West Jefferson Street
Louisville, Kentucky 40202-2828

LG&E and KU Energy, LLC
Attention: Allyson K. Sturgeon
220 West Main Street
Louisville, Kentucky 40202

Re: Louisville Gas and Electric Company
Petition for Confidential Treatment received 9/01/11
PSC Reference – Case No. 2011-00162

Dear Counsel:

The Public Service Commission has received the Petition for Confidential Treatment you filed on September 1, 2011 on behalf of Louisville Gas and Electric Company ("LG&E") to protect certain information filed with the Commission as confidential pursuant to Section 7 of 807 KAR 5:001 and KRS 61.870. The information you seek to have treated as confidential is identified as being contained in LG&E's Responses to KIUC's 2nd Data Request Nos. 14, 15 and 17. The information is described as (No. 14) – a spreadsheet that demonstrates embedded cost of capital and annualized costs associated with revolving credit; (No. 15) – consolidating balance sheet for PPL at 12-31-10 or most recent; and (No. 17) – presentations made to rating agencies.

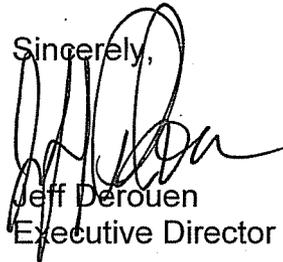
Your justification for having the Commission handle this material as confidential is that the public disclosure of the information could result in an unfair commercial advantage to competitors.

Based on a review of the information and pursuant to KRS 61.878 and 807 KAR 5:001, Section 7, the Commission has determined that the information requested to be held confidential is of a proprietary nature, which if publicly disclosed would permit an unfair

commercial advantage to LG&E's competitors. Therefore, the information requested to be treated as confidential **meets the criteria for confidential protection** and will be maintained as a nonpublic part of the Commission's file in this case. The procedure for usage of confidential materials during formal proceedings may be found at Section 7(8) of 807 KAR 5:001.

If the information becomes publicly available or no longer warrants confidential treatment, Louisville Gas and Electric Company is required by Section 8(9)(a) of 807 KAR 5:001 to inform the Commission so that the information may be placed in the public record.

Sincerely,

A handwritten signature in black ink, appearing to read "Jeff Derouen". The signature is fluid and cursive, with a large loop at the top.

Jeff Derouen
Executive Director

kg/

cc: Parties of Record