COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE TARIFF FILING OF LOUISVILLE GAS AND ELECTRIC COMPANY TO REVISE RATES FOR SMALL POWER PRODUCTION AND COGENERATION

CASE NO. 2004-00201

COMMISSION STAFF'S DATA REQUEST TO LOUISVILLE GAS AND ELECTRIC COMPANY

Louisville Gas and Electric Company ("LG&E") is requested, pursuant to 807 KAR 5:001, to file with the Commission the original and 5 copies of the following information, with a copy to all parties of record. The information requested herein is due within 10 days of the date of this request. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the person who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to ensure that it is legible. Where information requested herein has been provided, in the format requested herein, reference may be made to the specific location of said information in responding to this information request.

1. Refer to the response to Item 1(b) of the Commission's June 3, 2004 Order. Provide a detailed explanation for why it is appropriate to determine LG&E's avoided costs in the manner described in the response and why a capacity component should not be included in the derivation of LG&E's rates for the purchase of power from qualifying cogeneration or small power production facilities.

Beth O'Donnell Executive Director Public Service Commission P. O. Box 615 Frankfort, KY 40602

DATED: July 16, 2004

cc: All Parties