

**COMMONWEALTH OF KENTUCKY**  
**BEFORE THE PUBLIC SERVICE COMMISSION**

**In the Matter of:**

<b>ELECTRONIC APPLICATION OF</b>	)	
<b>LOUISVILLE GAS AND ELECTRIC</b>	)	
<b>COMPANY FOR APPROVAL OF ITS 2020</b>	)	<b>CASE NO. 2020-00061</b>
<b>COMPLIANCE PLAN FOR RECOVERY BY</b>	)	
<b>ENVIRONMENTAL SURCHARGE</b>	)	

**CERTIFICATE OF NOTICE AND PUBLICATION**

Pursuant to the Kentucky Public Service Commission’s Regulation 807 KAR 5:001, Section 16(1)(b)(5), I hereby certify that I am Robert M. Conroy, Vice President, State Regulation and Rates, for Louisville Gas and Electric Company (“LG&E” or “the Company”), a utility furnishing retail electric service within the Commonwealth of Kentucky, which, on the 31<sup>st</sup> day of March, 2020, will file an application requesting an order approving the Company’s Environmental Compliance Plan for purposes of recovering the costs necessary to comply with the United States Environmental Protection Agency’s 2015 Effluent Limitations Guidelines Rule as amended through its Environmental Cost Recovery (“ECR”) Surcharge tariff (“2020 ECR Plan”) and an order approving the Company’s revised ECR Surcharge tariff.

In connection with its application, on the 31<sup>st</sup> day of March 2020, LG&E will issue and file its proposed Rate Schedule ECR, P.S.C. No. 12, First Revision of Original Sheet No. 87 and First Revision of Original Sheet No. 87.1, effective September 30, 2020, for purposes of recovering the costs of 2020 ECR Plan by an increased assessment to customers’ bills beginning with the November 2020 billing cycle (which begins on October 28, 2020).

I further certify that notice to the public of the filing of the application is being given in all respects as required by 807 KAR 5:001, Section 17 and 807 KAR 5:011, Sections 8(2)(c) and 9(2), as follows:

On the 31<sup>st</sup> day of March 2020, the notice to the public was delivered for exhibition and public inspection at 820 West Broadway, Louisville, KY 40202 and that the same will be kept open to public inspection at said office in conformity with the requirements of 807 KAR 5:001, Section 17(1)(a) and 807 KAR 5:011, Section 8(1)(a).

I further certify that more than twenty (20) customers will be affected by said change by way of an increase in their rates or charges, and that on the 18<sup>th</sup> day of March, 2020, 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 therein once a week for three consecutive weeks beginning on March 24, 2020, a notice of the filing of LG&E's application, including its proposed rates, a copy of said notice being attached hereto as Exhibit A, and a list of newspapers of general circulation throughout the Commonwealth of Kentucky in which customers affected reside, a copy of said list being attached hereto as Exhibit B. A certificate of publication of said notice will be furnished to the Kentucky Public Service Commission upon completion of same pursuant to 807 KAR 5:001, Section 17(3)(b).

In addition, beginning with bills issued after March 31, 2020, LG&E is including 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. An accurate copy of this general statement is attached as Exhibit C.

Also beginning on March 31, 2020, LG&E posted on its Internet website a copy of the notice to the public and a hyperlink to the location on the Kentucky Public Service Commission's website where the case documents and tariff filings are available. Beginning on March 31, 2020, LG&E posted on its Internet website a complete copy of LG&E's application in this case. Both

the notice being published in newspapers and the bill inserts being sent to customers include the web address to the online posting.

Given under my hand this 31<sup>st</sup> day of March 2020.



Robert M. Conroy  
Vice President, State Regulation and Rates  
LG&E and KU Services 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 31<sup>st</sup> day of March 2020.



(SEAL)

Notary Public

Notary/Commission Number: 603967

My Commission Expires:

7/11/2022

**EXHIBIT A**

**NEWSPAPER  
NOTICES**

NOTICE TO CUSTOMERS OF  
LOUISVILLE GAS AND ELECTRIC COMPANY

RECOVERY BY ENVIRONMENTAL SURCHARGE OF LOUISVILLE GAS AND  
ELECTRIC COMPANY'S 2020 ENVIRONMENTAL COMPLIANCE PLAN

**PLEASE TAKE NOTICE** that in a March 31, 2020 Application, Louisville Gas and Electric Company ("LG&E") is seeking approval by the Kentucky Public Service Commission ("Commission") in Case No. 2020-00061, pursuant to Kentucky Revised Statute 278.183 of an amended compliance plan ("2020 Plan"). Once approved, LG&E will begin recovering capital costs associated with new pollution control facilities in the 2020 Plan under LG&E's existing Electric Rate Schedule ECR (also known as the Environmental Surcharge tariff) through an increase in the environmental surcharge on customers' bills beginning in late October 2020.

Federal, state, and local environmental regulations require LG&E to operate facilities that produce energy from burning coal in an environmentally compliant manner. To do so, LG&E is seeking Commission approval to construct certain water treatment systems at the Mill Creek and Trimble County generating stations, and to install a wastewater diffuser in the Ohio River at the Mill Creek generating station. Each construction project is a component of the 2020 Plan.

LG&E is seeking an order approving an amended compliance plan to recover the costs of these new pollution control facilities through its Environmental Surcharge tariff. These projects are required for LG&E to comply with the U.S. Environmental Protection Agency's 2015 Effluent Limitations Guidelines Rule as amended. The estimated total capital cost of these new pollution control facilities is \$152.8 million. Additionally, LG&E is requesting recovery of operation and maintenance expenses associated with certain projects in the 2020 Plan.

Beginning in late October 2020, the initial impact on LG&E's Group 1 electric customers is estimated to be a 0.05% increase with a maximum increase of 1.90% in 2025. Group 1 includes Rate Schedules Residential Service (RS), Residential Time-of-Day Energy (RTODE), Residential Time-of-Day Demand (RTODD), Volunteer Fire Department (VFD), and all Lighting Rates (i.e., LS, RLS, LE, and TE).

RS, RTOD, and VFD customers using 917 kWh/month could expect a monthly increase of \$0.05 up to \$1.91. LS and RLS customers could expect a monthly increase of \$0.01 up to \$0.42. LE customers using 1,942 kWh/month could expect a monthly increase of \$0.07 up to \$2.63. TE customers using 284 kWh/month could expect a monthly increase of \$0.02 up to \$0.53.

Beginning in late October 2020, the initial bill impact on LG&E's Group 2 customers is estimated to be 0.07% increase with a maximum increase of 2.56% in 2025. Group 2 includes Rate Schedules General Service (GS), Power Service (PS), Time-of-Day Secondary Service (TODS), Time-of-Day Primary Service (TODP), Retail Transmission

Service (RTS), Fluctuating Load Service (FLS), and pilot program Outdoor Sports Lighting Service (OSL).

GS customers using 2,322 kWh/month could expect a monthly increase of \$0.16 up to \$5.87. PS-Secondary customers using 50,066 kWh/month could expect a monthly increase of \$2.67 up to \$96.05. PS-Primary customers using 140,975 kWh/month could expect a monthly increase of \$6.48 up to \$232.70. TODS customers using 227,989 kWh/month could expect a monthly increase of \$8.81 up to \$316.39. TODP customers using 1,326,570 kWh/month could expect a monthly increase of \$42.92 up to \$1,541.35. RTS customers using 6,770,655 kWh/month could expect a monthly increase of \$181.03 up to \$6,501.58. OSL-Secondary customers using 2,000 kWh/month could expect a monthly increase of \$0.49 up to \$17.42.

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

Comments regarding LG&E's 2020 Plan and Application may be submitted to the Commission through its Web site or by mail to the Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602.

Any corporation, association, body politic or person may, by motion within thirty (30) days after publication, request leave to intervene in Case No. 2020-00061. That motion shall be submitted to the Public Service Commission, 211 Sower Blvd., Post Office Box 615, Frankfort, Kentucky 40602, and shall set forth the grounds for the request including the status and interest of the party. Intervention may be granted beyond the thirty (30) day period for good cause shown; however, if the Commission does not receive a written request for intervention within thirty (30) days of initial publication, the Commission may take final action on the Application. Any person who has been granted intervention may obtain copies of the Application and testimony by contacting Louisville Gas and Electric Company at 220 West Main Street, Louisville, Kentucky 40202, Attention: State Regulation and Rates.

A copy of the Application and testimony is available for public inspection on LG&E's website (<http://www.lge-ku.com>), on the Commission's website (<http://www.psc.ky.gov>), and in paper medium, Monday through Friday, 8:00 a.m. to 4:30 p.m. at the office of Louisville Gas and Electric Company, 820 West Broadway, Louisville, Kentucky or the Commission's offices located at 211 Sower Boulevard, Frankfort, Kentucky, after March 31, 2020.

# EXHIBIT B

## LIST OF NEWSPAPERS

# **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:

Bedford Trimble Banner  
Brandenburg Meade Co. Messenger  
Elizabethtown News Enterprise  
Lagrange Oldham Era  
Louisville Courier Journal  
New Castle Henry Co Local  
Shelbyville Sentinel News  
Shepherdsville Pioneer News  
Taylorsville Spencer Magnet



**EXHIBIT C**

**BILL INSERTS**

**Dear LG&E Customer:**

To comply with the U.S. Environmental Protection Agency's 2015 Effluent Limitations Guidelines Rule as amended, LG&E is seeking Kentucky Public Service Commission ("Commission") approval to invest in additional pollution control facilities. Following Commission 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 bill impact during 2020 would be an increase in the environmental surcharge of \$0.05 per month for a residential electric customer using 917 kWh/month. The announcement below is included to comply with Commission regulations regarding notice of tariff changes to customers. If approved as filed, the change in the Environmental Surcharge billing factor would be included on customer bills beginning in late October 2020.

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