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Senator Ed Worley
Senate Minority Floor Leader
702 Capitol Avenue
Room 229, Capitol Annex
Frankfort, KY 40601

Dear Senator Worley:

Thank you for your recent letter regarding the Louisville Gas and Electric Co. (LG&E) and Kentucky Utilities Co. (KU) application for rate increases.

Recently LG&E and KU have negotiated a settlement agreement with the Attorney General's Office that is currently being considered by the Commission. We expect to have an order released soon regarding the approval or denial of the settlement.

Please note that our Director of Consumer Services, Virginia Smith, would be happy to work with your constituents on any utility issue or question they may have. She can be reached at 800-772-4636 during normal business hours.

Again, thank you for your letter and your thoughts.

Sincerely,



Jeff Derouen
Executive Director