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November 1, 2012

Kendrick R. Riggs, Esquire
Stoll Keenon Ogden PLLC
2000 PNC Plaza
500 West Jefferson Street
Louisville, KY 40202-2874

Re: Case No. 2012-00469
Louisville Gas and Electric Company

Dear Mr. Riggs:

On October 25, 2012, you tendered for filing on behalf of Louisville Gas and Electric Company ("LG&E") an application, which has been docketed as Case No. 2012-00469, requesting a modification of the Commission's Order issued on December 15, 2011 in Case No. 2011-00162. That Order granted LG&E a Certificate to construct certain pollution control facilities as discussed in detail therein and approved LG&E's 2011 Environmental Compliance Plan, which included the facilities that were authorized to be constructed by that Certificate.

The modification now requested relates to the construction of a new Wet Flue Gas Desulfurization System ("WFGD") at Unit 3 of the Mill Creek Generating Station. In paragraph No. 6 of the tendered application, LG&E states that:

At the time LG&E filed its application in Case No. 2011-00162, based on preliminary information it believed a viable compliance option and a more cost effective solution would be to rehabilitate the existing WFGD at Unit 4, and therefore did not include a new Unit 3 WFGD as part of its Plan. Instead, LG&E sought and obtained approval to rehabilitate the existing WFGD at Unit 4, then tie Unit 3 into the rehabilitated facility.

Then, in paragraph No. 7 of the tendered application, LG&E states that:

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In this application, LG&E seeks only an amendment to its Certificate authority in order to utilize a more cost effective manner of compliance.

Based on a review of the December 15, 2011 Order and the tendered application for a modification thereof, we request clarification as to whether LG&E intends to file at some future date an application for a modification of its 2011 Environmental Compliance Plan to include the construction of a new WFGD at Unit 3 of Mill Creek (and to delete the upgrading of the WFGD at Unit 4 and tying it into Unit 3), or alternatively to not seek environmental surcharge recovery of the costs to construct a new WFGD at Unit 3. If it is LG&E's intent to do the former, please provide the anticipated date of filing an application for a modification of the 2011 Environmental Compliance Plan.

Sincerely,



Jeff Derouen

RR/kar