

Louisville Gas and Electric Company

P.S.C. Electric No. 10, Second Revision of Original Sheet No. 86.10
 Canceling P.S.C. Electric No. 10, First Revision of Original Sheet No. 86.10

Adjustment Clause **DSM**
Demand-Side Management Cost Recovery Mechanism

Monthly Adjustment Factors

Residential Service Rate RS, Residential Time-of-Day
 Energy Service Rate RTOD-Energy, Residential
 Time-of-Day Demand Service Rate RTOD-Demand
 and Volunteer Fire Department Service Rate VFD

	<u>Energy Charge</u>	
DSM Cost Recovery Component (DCR)	\$ 0.00167 per kWh	
DSM Revenues from Lost Sales (DRLS)	\$ 0.00026 per kWh	
DSM Incentive (DSMI)	\$ 0.00008 per kWh	
DSM Capital Cost Recovery Component (DCCR)	\$ 0.00156 per kWh	
DSM Balance Adjustment (DBA)	\$ (0.00011) per kWh	R
Total DSMRC for Rates RS, RTOD-Energy, RTOD-Demand, and VFD	\$ 0.00346 per kWh	R

General Service Rate GS*

	<u>Energy Charge</u>	
DSM Cost Recovery Component (DCR)	\$ 0.00079 per kWh	
DSM Revenues from Lost Sales (DRLS)	\$ 0.00026 per kWh	
DSM Incentive (DSMI)	\$ 0.00004 per kWh	
DSM Capital Cost Recovery Component (DCCR)	\$ 0.00021 per kWh	
DSM Balance Adjustment (DBA)	\$ (0.00027) per kWh	R
Total DSMRC for Rate GS	\$ 0.00103 per kWh	R

Power Service Rate PS*

	<u>Energy Charge</u>	
DSM Cost Recovery Component (DCR)	\$ 0.00033 per kWh	
DSM Revenues from Lost Sales (DRLS)	\$ 0.00010 per kWh	
DSM Incentive (DSMI)	\$ 0.00002 per kWh	
DSM Capital Cost Recovery Component (DCCR)	\$ 0.00044 per kWh	
DSM Balance Adjustment (DBA)	\$ (0.00018) per kWh	R
Total DSMRC for Rate PS	\$ 0.00071 per kWh	R

Time-of-Day Secondary Service Rate TODS*,
 Time-of-Day Primary Service Rate TODP*,
 and Retail Transmission Service Rate RTS*

	<u>Energy Charge</u>	
DSM Cost Recovery Component (DCR)	\$ 0.00018 per kWh	
DSM Revenues from Lost Sales (DRLS)	\$ 0.00005 per kWh	
DSM Incentive (DSMI)	\$ 0.00001 per kWh	
DSM Capital Cost Recovery Component (DCCR)	\$ 0.00005 per kWh	
DSM Balance Adjustment (DBA)	\$ (0.00025) per kWh	R
Total DSMRC for Rates TODS, and TODP	\$ 0.00004 per kWh	R

CANCELLED
JUN 30 2016
KENTUCKY PUBLIC SERVICE COMMISSION

* These charges do not apply to industrial customers taking service under these rates because the Company currently does not offer industrial DSM programs.

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ISSUED BY: /s/ Robert M. Conroy, Vice President
 State Regulation and Rates
 Louisville, Kentucky

KENTUCKY PUBLIC SERVICE COMMISSION
James W. Gardner ACTING EXECUTIVE DIRECTOR
TARIFF BRANCH
<i>Brent Kinley</i>
EFFECTIVE 3/31/2016
PURSUANT TO 807 KAR 5:011 SECTION 9 (1)