



Mr. Kent Horrell
Director of Operations
Louisville Water Company
550 South Third Street
Louisville, Kentucky 40202

Louisville Gas and Electric Company
State Regulation and Rates
220 West Main Street
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Rick E. Lovekamp
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July 7, 2017

**RE: Application of Louisville Gas and Electric Company For An Adjustment of Its Electric and Gas Rates and For Certificates of Public Convenience and Necessity
Case No. 2016-00371**

Dear Mr. Horrell:

On November 23, 2016, Louisville Gas and Electric Company (“LG&E”) filed an application with the Kentucky Public Service Commission (“Commission”) for approval of adjustments to its gas and electric rates, terms, and conditions including the rates for electric service under the power contract dated October 10, 1961, and amendments thereto between LG&E and Louisville Water Company.

On April 19, 2017, LG&E filed a Stipulation and Recommendation with the Commission proposing rates lower than those originally proposed in the Application dated November 24, 2016. On June 22, 2017, after evidentiary hearings, the Commission issued an Order approving the Stipulation with modifications. In addition, on June 29, 2017, the Commission issued an Order granting LG&E’s Motion to Correct the June 22, 2017 Order and included modified rates.

The revisions applicable to electric service under the power contract dated October 10, 1961, between LG&E and Louisville Water Company, are set forth below:

Demand Charge	\$12.89 per kW of billing demand per month
Energy Charge	0.03857 per kWh

KENTUCKY
PUBLIC SERVICE COMMISSION

John Lyons
ACTING EXECUTIVE DIRECTOR

EFFECTIVE
7/1/2017

PURSUANT TO 807 KAR 5:011 SECTION 9 (1)

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Fuel Clause This special contract is subject to the provisions of the Fuel Adjustment Clause found in LG&E's Tariff PSC of KY. Electric No. 11, Original Sheet No. 85 and Original Sheet No. 85.1


All other provisions of your contract, not specifically mentioned herein, remain the same as those in effect to the date of the Commission's Order of June 29, 2017, and all other Tariffs and Riders applicable to this contract will continue to apply.

If you have any questions regarding this matter, please contact me.

Sincerely,



Rick Lovekamp

KENTUCKY PUBLIC SERVICE COMMISSION
John Lyons ACTING EXECUTIVE DIRECTOR
 EFFECTIVE 7/1/2017
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