

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

November 5, 2019

RE: AN EXAMINATION BY THE PUBLIC SERVICE

COMMISSION OF THE ENVIRONMENTAL SURCHARGE

MECHANISM OF LOUISVILLE GAS AND ELECTRIC

COMPANY FOR THE TWO-YEAR BILLING PERIOD

ENDING APRIL 30, 2019

Dear Mr. Horrell:

As a result of an Order issued on October 22, 2019 in Louisville Gas and Electric Company's ("LG&E") Environmental Surcharge Mechanism ("ECR") Review in Case No. 2019-00206, the Kentucky Public Service Commission ("Commission") authorized a roll-in of a portion of the current ECR factor into existing base rates, including the rates contained in the power contract dated October 10, 1961, between LG&E and Louisville Water Company. The roll-in results in an increase in demand charges effective with bills rendered on and after November 27, 2019.

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: \$16.94 per kW of billing demand per month

Energy Charge: \$ 0.03168 per kWh

Fuel Clause: This special contract is subject to the provisions of

the Fuel Adjustment Clause found in LG&E

P.S.C. Electric No. 12, Sheet No. 85. PUBLIC SERVICE COMMISSION

Gwen R. Pinson Executive Director

Louisville Gas and Electric

State Regulation and Rates 220 West Main Street

Louisville, Kentucky 40232 www.lge-ku.com

Michael E. Hornung

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Company

P.O. Box 32010

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Steven R. Punson

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

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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 April 30, 2019, 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

Michael E. Hornung

KENTUCKYPUBLIC SERVICE COMMISSION

Gwen R. Pinson

Executive Director

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11/27/2019

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