Louisville Gas and Electric Company

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

Adjustment Clause

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 DSM Cost Recovery Component (DCR) DSM Revenues from Lost Sales (DRLS) DSM Incentive (DSMI) DSM Capital Cost Recovery Component (DCCR) DSM Balance Adjustment (DBA)	Energy Charge \$ 0.00167 per kWh \$ 0.00026 per kWh \$ 0.00008 per kWh \$ 0.00156 per kWh \$ 0.00040 per kWh	R I
Total DSMRC for Rates RS, RTOD-Energy, RTOD-Demand, and VFD	\$ 0.00397 per kWh	- 1
General Service Rate GS* DSM Cost Recovery Component (DCR) DSM Revenues from Lost Sales (DRLS) DSM Incentive (DSMI) DSM Capital Cost Recovery Component (DCCR) DSM Balance Adjustment (DBA) Total DSMRC for Rate GS	Energy Charge \$ 0.00079 per kWh \$ 0.00026 per kWh \$ 0.00004 per kWh \$ 0.00021 per kWh \$ (0.00024) per kWh \$ 0.00106 per kWh	1
Power Service Rate PS* DSM Cost Recovery Component (DCR) DSM Revenues from Lost Sales (DRLS) DSM Incentive (DSMI) DSM Capital Cost Recovery Component (DCCR) DSM Balance Adjustment (DBA) Total DSMRC for Rate PS	Energy Charge \$ 0.00033 per kWh \$ 0.00010 per kWh \$ 0.00002 per kWh \$ 0.00044 per kWh \$ 0.00015 per kWh \$ 0.00104 per kWh	1
Time-of-Day Secondary Service Rate TODS*, Time-of-Day Primary Service Rate TODP*, and Retail Transmission Service Rate RTS* DSM Cost Recovery Component (DCR) DSM Revenues from Lost Sales (DRLS) DSM Incentive (DSMI) DSM Capital Cost Recovery Component (DCCR) DSM Balance Adjustment (DBA) Total DSMRC for Rates TODS, and TODP	Energy Charge \$ 0.00018 per kWh \$ 0.00005 per kWh \$ 0.00001 per kWh \$ 0.00005 per kWh \$ (0.00018) per kWh \$ 0.00011 per kWh	RI

^{*} These charges do not apply to industrial customers taking service under these rates because 1/1 FD the Company currently does not offer industrial DSM programs.

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ISSUED BY:

Isl Edwin R. Staton, Vice President

State Regulation and Rates

Louisville, Kentucky

KENTUCKY

PUBLIC SERVICE COMMISSION

JEFF R. DEROUEN EXECUTIVE DIRECTOR

TARIFF BRANCH

12/31/2015

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