

STANDARD RATE SCHEDULE

Gas Rate Adjustment on Account of Changes in Cost of Purchased Gas

Applicable to: Gas rate schedules G-1, G-2, G-6, and G-8

Purchased Gas Adjustment:

To each bill rendered under the above-named rate schedules (except minimum bills under Rates G-6 and G-8) there shall be added an amount, computed at the following rate:

.275¢ (275/1000 of one cent) per 100 cubic feet of gas used during the period covered by bill.

The above adjustment is applied to the Company's bills for gas service pursuant to an order of the Public Service Commission of Kentucky dated in Case No. 3300-L. This adjustment is to continue to be applied until certain amounts refundable to Company's customers by reason of supplier refunds have been offset. In accordance with the same PSC order, when such refundable amounts have been offset, a purchased gas adjustment of .347¢ per hundred cubic feet will be applied to bills.

Conformed Excerpt from the Public Service Commission's Order Dated November 26, 1957, in Case No. 3300

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The rates authorized herein (Case No. 3300 — November 26, 1957) are based upon the wholesale cost of gas to the Applicant (Louisville Gas and Electric Company) as computed upon rates of its wholesale suppliers then currently in effect under Federal Power Commission tariffs for interstate business or under wholesale tariffs of this Commission. For the purpose of this purchased gas adjustment clause, these rates shall be considered as the base rate for purchased gas. In the event there is any change in this base rate, either increase or decrease, the Applicant (Louisville Gas and Electric Company) shall within thirty days from the time it receives notice of the proposed change file with this Commission the following information:

- (1) A copy of the Federal Power Commission tariff effecting the change in the base rates and a statement relative to the effective date of such proposed change.
(2) A statement setting out the details of gas purchased under the provisions of the base rate for the previous twelve months showing billing under the base rate and under the proposed revised rate applicable to this service.
(3) A balance sheet as of the end of the twelve months period and a statement of operating expenses and revenues in the same detail as reported to this Commission in the Utility's Annual Report.
(4) A forecast showing the estimated gas purchases from all of the Utility's contract suppliers for the next twelve months period together with an estimate of the cost thereof.
(5) Such other information as this Commission may request for a proper determination of the purchased gas adjustment.

Upon receipt of this information this Commission will review the effect of the revised base rate on the operations of the Applicant (Louisville Gas and Electric Company) and will prior to the effective date of the revised base rate, but not less than thirty days from date of the filing of the above prescribed information, issue its Order setting out the purchased gas adjustment that the utility shall apply to its rates and/or such refunds as may be proper.

The maximum amount of the adjustment so prescribed shall not produce revenue adjustments based upon the actual preceding twelve months period, greater than the difference between the purchased gas billed at the then existing rate and the purchased gas billed at the revised rate.

CHECKED JUN 12 1964 Date of PSC Order in Case No. 3300-L: May 14 1964 by ENGINEERING DIVISION

DATE OF ISSUE May 4, 1964

DATE EFFECTIVE May 14, 1964

ISSUED BY B. Hudson Milner

President

Louisville, Kentucky

NAME

TITLE

ADDRESS