

Conoco Inc. Natural Gas and Gas Products Room 1081, Cherokee Building 600 North Dairy Ashford DR Houston, TX 77079

February 9, 2009

Louisville Gas and Electric Company's Application RE: To File Depreciation Study - Case No. 2007-00564

and

Louisville Gas and Electric Company's Application For Adjustments in its Electric and Gas Rates -Case No. 2008-00252

Gentlemen/Ladies:

On July 29, 2008, Louisville Gas and Electric Company ("LG&E") filed a Statutory Notice with the Kentucky Public Service Commission ("Commission") requesting an increase in its gas and electric rates, including the rates contained in the special contract under which E. I. duPont de Nemours and Company ("duPont") receives natural gas transportation service, and which incorporates by reference transportation service provided under LG&E's Firm Transportation Service (Non-Standby) Rate FT.

On January 13, 2009, LG&E filed a Settlement Agreement with the Commission proposing rates lower than those originally proposed. February 5, 2009, after evidentiary hearings, the Commission issued its Order in Case No. 2008-00252 (consolidated with Case No. 2007-00564 by Order dated August 22, 2008) approving the rates submitted by LG&E in the Settlement Agreement, including the rates contained in the aforementioned special contract as follows:

Monthly Transportation Administrative Charge:

Monthly Customer Charge:

Daily Storage Charge:

Demand Charge:

Distribution Charge:

**Electric Company** State Regulation and Rates

Louisville Gas and

220 West Main Street PO Box 32010 Louisville, Kentucky 40232 www.eon-us.com

Robert M. Conroy Director - Rates T 502-627-3324 F 502-627-3213 robert.conroy@eon-us.com

PUBLIC SERVICE COMMISSION OF KENTUCKY

**EFFECTIVE** 

\$0.1833 per Mcf

2/6/2009

\$2.75 per Mcf PURSUANT TO 807 KAR 5:011

\$0.1049 per Mcf

\$230.00

\$275.00

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The notice date to transfer to Rate Schedule FT has been changed from April 30 to March 31; however, this will not affect your service since you already take service pursuant to Rate Schedule FT. Also, Reserved Balancing Service under Rider RBS, a rider to Rate FT, has been eliminated.

All other provisions of your contract, not specifically mentioned herein, remain the same as those in effect prior to the date of the Commission's Order of February 5, 2009, and all other Tariffs and Riders applicable to this contract will continue to apply.

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

Sincerely,

Robert M. Conroy

cc: Mr. Rodney Goodwin E. I. duPont de Nemours 4200 Campground Road Louisville, KY 40216

> PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE 2/6/2009 PURSUANT TO 807 KAR 5:011 SECTION 9 (1)