



an eon company

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

June 10, 2009

Dear Mr. Horrell:

As a result of an Order in LG&E's Fuel Adjustment Clause (FAC) Review in Case No. 2008-00521 dated May 28, 2009, the Kentucky Public Service Commission authorized a roll-in of a portion of the current FAC factor into existing base rates, including the rates contained in the power contract dated October 10, 1961 between the Louisville Water Company and LG&E. The roll-in results in an increase in energy charges beginning with bills rendered on and after the first billing cycle for July 2009, which will begin on June 29, 2009. The roll-in also results in a corresponding decrease in the monthly Fuel Adjustment Clause factor.

The rates contained in the power contract dated October 10, 1961, as heretofore amended and modified, are set forth below:

Demand Charge - \$8.73 per Kw of billing demand per month

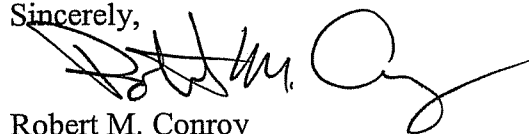
Energy Charge - 2.618¢ Per Kwh

Fuel Clause is set forth on the attached Exhibit 1.

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 May 28, 2009, 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,


Robert M. Conroy

Attachment

Louisville Gas and
Electric Company
State Regulation and Rates
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
6/29/2009
PURSUANT TO 807 KAR 5:011
SECTION 9 (1)
By 
Executive Director

