April 26, 1989

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE

E. I. DuPont De Nemours & Company, Inc. 4200 Camp Ground Road Louisville, Kentucky 40216

APR 2 0 1989

Attention: Mr. Harold Dey, Plant Manager

Dear Mr. Dey:

PURSUAL TO 867 KAR 5:011, SECTION 9 A1) DY: 10 MANAGER

In a letter dated July 19, 1988, you were notified that the Public Service Commission of Kentucky had, on July 1, 1988, issued its Order in Case Number 10064 approving new gas and electric rates for Louisville Gas and Electric effective with service rendered on and after May 20, 1988. The Company filed a petition for rehearing and, on August 10, 1988, the Commission entered an Order granting a rehearing on certain limited issues.

The Commission after consideration of the rehearing issues and by its Order dated April 20, 1989, authorized additional revenues and new gas and electric rates, including the rates contained in the power contract dated August 9, 1962, between LG&E and DuPont. The revised rates prescribed by the Commission for electric service rendered under the aforesaid contract, and effective April 20, 1989, are set forth below:

Demand Charge - \$ 11.02 per Kw of billing demand per month

Energy Charge - 2.134 cents per Kwh

All other provisions of the contract not specifically mentioned herein remain the same as those in effect prior to the date of the Commission's Order.

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

Respectfully yours,

Mandall J. Walker

Coordinator of Rates & Tariffs

C7.89