

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF DUKE ENERGY KENTUCKY, INC.	)	
FOR AN ORDER APPROVING THE ESTABLISHMENT	)	CASE NO.
OF A REGULATORY ASSET RELATED TO	)	2010-00523
VOLUNTARY OPPORTUNITY AND OTHER POST-	)	
RETIREMENT EXPENSES	)	

SUPPLEMENTAL INFORMATION REQUEST OF COMMISSION STAFF TO  
DUKE ENERGY KENTUCKY, INC.

Duke Energy Kentucky, Inc. ("Duke Kentucky"), pursuant to 807 KAR 5:001, is to file with the Commission the original and seven copies of the following information, with a copy to all parties of record. The information requested herein is due no later than February 18, 2011. Responses to requests for information shall be appropriately bound, tabbed, and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or the person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Duke Kentucky shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which

Duke Kentucky fails or refuses to furnish all or part of the requested information, Duke Kentucky shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention shall be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When applicable, the requested information shall be separately provided for total company operations and jurisdictional operations.

1. Refer to the responses to Items 1 and 4 of Commission Staff's initial request for information ("Staff's First Request"). In its application, Duke Kentucky asked for authorization to defer amounts totaling approximately \$4.37 million. Explain whether the Commission should consider the amount in that request as being increased to \$4,502,779.

2. Refer to the response to Item 3.a. of Staff's First Request and the related attachment.

a. Explain how the specific percentage that was used in the assumption of employees electing the voluntary opportunity severance plan ("VOP") who will not be replaced or will be replaced at a lower salary was determined.

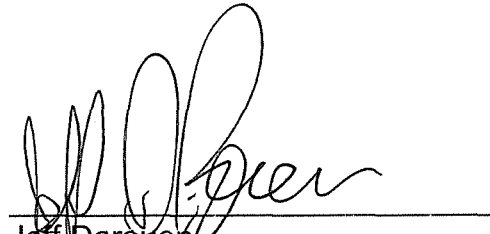
b. Provide a breakdown of the estimated VOP savings which identifies the amounts related to the consolidation of the Midwest corporate functions separately from the remainder of the savings.

3. Refer to the response to Item 3.b. of Staff's First Request.

a. Provide the retirement date of the first employee(s) retiring under the VOP whose time, either in whole or in part, is allocated to Duke Kentucky.

b. Identify and describe in detail any considerations or issues that will prevent Duke Kentucky from tracking the specific savings it realizes under the VOP until the filing of its next base rate case, either electric or gas.

4. Refer to the attachment to the response to Item 6 of Staff's First Request. Provide the allocation of each of the following between Duke Kentucky's electric and gas operations: (1) "Other VOP Costs" and (2) the costs related to "Midwest Office Relocation."



Jeff Derouen  
Executive Director  
Public Service Commission  
P.O. Box 615  
Frankfort, KY 40602-0615

DATED FEB 09 2011

cc: Parties of Record

Kristen Cocanougher  
Duke Energy Kentucky, Inc.  
139 East 4th Street, R. 25 At II  
P. O. Box 960  
Cincinnati, OH 45201

Rocco O D'Ascenzo  
Duke Energy Kentucky, Inc.  
139 East 4th Street, R. 25 At II  
P. O. Box 960  
Cincinnati, OH 45201