## COMMONWEALTH OF KENTUCKY

## BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF LOUISVILLE GAS AND ELECTRIC COMPANY FOR AN ADJUSTMENT OF ITS ELECTRIC AND GAS RATES AND FOR CERTIFICATES OF PUBLIC CONVENIENCE AND NECESSITY

CASE NO. 2016-00371

## <u>ORDER</u>

This matter is before the Commission upon the motion of JBS Swift & Co ("JBS") requesting intervention in this proceeding. In support of its motion, JBS states that it is a pork processing facility in Louisville, Kentucky, with 1,200 employees and annual livestock payments of \$440 million. JBS notes that it is the only major pork processing facility in Kentucky and supplies pork domestically and internationally. JBS states that it is an electric and gas customer of Louisville Gas and Electric Company ("LG&E") and that electric and gas services represent a significant cost as part of its operations. JBS asserts that it has a special interest in this proceeding because LG&E's application may have a significant impact on the rates paid by JBS to LG&E. Lastly, JBS avers that its interests cannot be adequately represented by another existing party and that it intends to play a constructive role in the Commission's decision-making process in this matter.

On December 29, 2016, LG&E filed a response objecting to JBS's request to intervene. LG&E contends that JBS's motion fails to demonstrate a special interest in this proceeding that is not otherwise adequately represented by other parties and fails to show that JBS will identify any relevant issues or develop relevant facts that will

assist the Commission in the resolution of this matter without unduly complicating and disrupting the proceeding.

On January 3, 2017, JBS filed a reply in support of its motion to intervene. JBS contends that its interest is not common to all other LG&E customers and is not adequately represented by other parties to this matter. JBS points out that it is the largest pork producer in Kentucky and is the only entity situated to articulate its unique ratepayer status. JBS reiterates that the electric and gas rates paid to LG&E represent a significant cost of doing business by JBS, and that LG&E's application may have a significant impact on the electric and gas rates paid by JBS. JBS also contends that it will present issues and develop facts to assist the Commission in its decision without unduly complicating and disrupting the proceedings.

JBS indicates that it has a unique load profile that will be affected by changes to LG&E's Industrial Time-of-Day Primary ("TODP") rate because JBS utilizes significant power for refrigeration units that are highly sensitive to unscheduled outages, but that JBS would nonetheless be available for participation in the TODP or Curtailable Service Rider if it is provided with adequate notice. Additionally, JBS states that it is currently analyzing whether to participate in the Curtailable Service Rider ("CSR"), but that such analysis would be impacted given that LG&E is proposing certain changes to the CSR. As such, JBS states that it has a special interest in seeing that the program is adequately evaluated and that JBS would be uniquely qualified to advise the Commission on its cost and interest in utilizing the program.

Lastly, JBS asserts that the Firm Transportation gas tariff precludes the use of the schedule for generation on a baseload basis and thus forces generation customers

Case No. 2016-00371

-2-

to utilize LG&E-supplied natural gas. JBS states that it opposes this tariff provision and will bring arguments to support language that will allow third-party-supplied natural gas for pre-scheduled generation.

Having reviewed the pleadings and being otherwise sufficiently advised, the Commission finds that JBS has established that it has a special interest in this proceeding that is not otherwise adequately represented by another party to this proceeding. The Commission also finds that JBS's intervention is likely to present issues and develop facts that will assist the Commission in fully considering the matter without unduly complicating or disrupting the proceedings. Accordingly, we find that JBS should be granted full intervention in this proceeding.

IT IS HEREBY ORDERED that:

1. The motion of JBS to intervene is granted.

2. JBS shall be entitled to the full rights of a party and shall be served with the Commission's Orders and with filed testimony, exhibits, pleadings, correspondence, and all other documents submitted by parties after the date of this Order.

3. JBS shall comply with all provisions of the Commission's regulations, 807 KAR 5:001, Section 8, related to the service and electronic filing of documents.

4. Pursuant to 807 KAR 5:001, Section 8(9), within seven days of entry of this Order, JBS shall file a written statement with the Commission that:

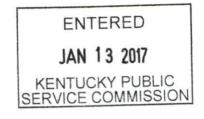
a. Certifies that it, or its agent, possesses the facilities to receive electronic transmissions; and

 Sets forth the electronic mail address to which all electronic notices and messages related to this proceeding should be served.

Case No. 2016-00371

-3-

By the Commission



ATTEST:

Natheus

**Executive** Director

Case No. 2016-00371

\*Honorable Allyson K Sturgeon Senior Corporate Attorney LG&E and KU Energy LLC 220 West Main Street Louisville, KENTUCKY 40202

\*William May Hurt, Deckard & May The Equus Building 127 West Main Street Lexington, KENTUCKY 40507

\*Barry Alan Naum Spilman Thomas & Battle, PLLC 1100 Brent Creek Blvd., Suite 101 Mechanicsburg, PENNSYLVANIA 17050

\*Carrie M Harris Spilman Thomas & Battle, PLLC 1100 Brent Creek Blvd., Suite 101 Mechanicsburg, PENNSYLVANIA 17050

\*Joe F Childers Joe F. Childers & Associates 300 Lexington Building 201 West Short Street Lexington, KENTUCKY 40507

\*Carrie A Ross Sheppard Mullin Richter & Hampton LLP 1300 I Street NW 11th Floor East Washington, DISTRICT OF COLUMBIA 20005

\*Cheryl Winn Waters Law Group, PLLC 12802 Townepark Way, Suite 200 Louisville, KENTUCKY 40243 \*Dennis G Howard, II Howard Law PLLC 740 Emmett Creek Lane Lexington, KENTUCKY 40515

\*Don C A Parker Spilman Thomas & Battle, PLLC 1100 Brent Creek Blvd., Suite 101 Mechanicsburg, PENNSYLVANIA 17050

\*Emily W Medlyn General Attorney U.S. Army Legal Services Agency Regul 9275 Gunston Road Fort Belvoir, VIRGINIA 22060

\*Eileen Ordover Legal Aid Society 416 West Muhammad Ali Boulevard Suite 300 Louisville, KENTUCKY 40202

\*Thomas J FitzGerald Counsel & Director Kentucky Resources Council, Inc. Post Office Box 1070 Frankfort, KENTUCKY 40602

\*Gregorgy T Dutton Goldberg Simpson LLC 9301 Dayflower Street Louisville, KENTUCKY 40059

\*Gardner F Gillespie Sheppard Mullin Richter & Hampton LLP 1300 I Street NW 11th Floor East Washington, DISTRICT OF COLUMBIA 20005 \*G. Houston Parrish Labor Law Attorney Office of the Staff Judge Advocate, B 50 3rd Avenue Fort Knox, KENTUCKY 40121

\*Jody Kyler Cohn Boehm, Kurtz & Lowry 36 East Seventh Street Suite 1510 Cincinnati, OHIO 45202

\*Janice Theriot Zielke Law Firm PLLC 1250 Meidinger Tower 462 South Fourth Avenue Louisville, KENTUCKY 40202

\*Honorable Kurt J Boehm Attorney at Law Boehm, Kurtz & Lowry 36 East Seventh Street Suite 1510 Cincinnati, OHIO 45202

\*Honorable Kendrick R Riggs Attorney at Law Stoll Keenon Ogden, PLLC 2000 PNC Plaza 500 W Jefferson Street Louisville, KENTUCKY 40202-2828

\*Kent Chandler Assistant Attorney General Office of the Attorney General Office of Rate 700 Capitol Avenue Suite 20 Frankfort, KENTUCKY 40601-8204

\*Lawrence W Cook Assistant Attorney General Office of the Attorney General Office of Rate 700 Capitol Avenue Suite 20 Frankfort, KENTUCKY 40601-8204 \*Honorable Lisa Kilkelly Attorney at Law Legal Aid Society 416 West Muhammad Ali Boulevard Suite 300 Louisville, KENTUCKY 40202

\*Laurence J Zielke Zielke Law Firm PLLC 1250 Meidinger Tower 462 South Fourth Avenue Louisville, KENTUCKY 40202

\*Michael J O'Connell Jefferson County Attorney Brandeis Hall of Justince 600 West Jefferson St., Suite 2086 Louisville, KENTUCKY 40202

\*Honorable Michael L Kurtz Attorney at Law Boehm, Kurtz & Lowry 36 East Seventh Street Suite 1510 Cincinnati, OHIO 45202

\*Honorable Matthew R Malone Attorney at Law Hurt, Deckard & May The Equus Building 127 West Main Street Lexington, KENTUCKY 40507

\*Paul Werner Sheppard Mullin Richter & Hampton LLP 1300 I Street NW 11th Floor East Washington, DISTRICT OF COLUMBIA 20005

\*Rebecca W Goodman Assistant Attorney General Office of the Attorney General Office of Rate 700 Capitol Avenue Suite 20 Frankfort, KENTUCKY 40601-8204 \*Honorable Robert C Moore Attorney At Law Stites & Harbison 421 West Main Street P. O. Box 634 Frankfort, KENTUCKY 40602-0634

\*Robert Conroy LG&E and KU Energy LLC 220 West Main Street Louisville, KENTUCKY 40202

\*Louisville Gas and Electric Company 220 W. Main Street P. O. Box 32010 Louisville, KY 40232-2010

\*Louisville Gas and Electric Company 220 W. Main Street P. O. Box 32010 Louisville, KY 40232-2010