## COMMONWEALTH OF KENTUCKY

## BEFORE THE PUBLIC SERVICE COMMISSION

## In the Matter of:

ELECTRONIC APPLICATION OF KENTUCKY	)
UTILITIES COMPANY FOR AN ADJUSTMENT	) CASE NO.
OF ITS ELECTRIC RATES AND FOR	) 2016-00370
CERTIFICATES OF PUBLIC CONVENIENCE	)
AND NECESSITY	)
ELECTRONIC APPLICATION OF LOUISVILLE GAS	)
AND ELECTRIC COMPANY FOR AN	) CASE NO.
ADJUSTMENT OF ITS ELECTRIC AND GAS	) 2016-00371
RATES AND FOR CERTIFICATES OF PUBLIC	)
CONVENIENCE AND NECESSITY	)

## ORDER

By Order entered January 26, 2017, the Commission scheduled a public hearing to be held on May 2, 2017, in these non-consolidated cases for the purpose of cross-examination of witnesses of Kentucky Utilities Company and Louisville Gas and Electric Company (collectively "Utilities") and Intervenors. That hearing was subsequently rescheduled to May 9, 2017. Upon the joint motion of the Utilities, an informal conference was held at the Commission's offices beginning on April 12, 2017, for the purposes of discussing the issues and the possible resolution of issues in these cases.

As a result of the discussions held at the informal conference, a Stipulation and Recommendation was filed on April 19, 2017 ("April 19 Stipulation"), signed by the Utilities

<sup>&</sup>lt;sup>1</sup> Order (Ky. PSC Apr. 7, 2017).

and all but two of the Intervenors, setting forth a recommended settlement of all issues in these cases. Twelve days later, on May 1, 2017, a Second Stipulation and Recommendation ("May 1 Stipulation") was filed, signed by the Utilities and BellSouth Telecommunications, LLC d/b/a AT&T Kentucky ("AT&T") and Kentucky Cable Telecommunications Association ("KCTA"), the two Intervenors who had not signed onto the April 19 Stipulation. The May 1 Stipulation sets forth a recommended settlement that relates exclusively to pole attachments and provides that the two signing Intervenors do not object to the April 19 Stipulation, except for the agreed-to revisions to the pole attachment provisions. On April 19, 2017, and May 1, 2017, the Utilities jointly filed motions requesting the Commission to accept for filing the April 19 Stipulation and the May 1 Stipulation, respectively. On April 24, 2017, the Utilities filed a motion requesting leave to submit testimonies in support of the April 19 Stipulation and tendered the supporting testimonies.

Based on a review of the record and being otherwise sufficiently advised, the Commission acknowledges the efforts of all parties to work collaboratively to achieve settlements on the issues in these cases. However, the Commission reiterates its statements, made at the March 28, 2017 hearing, that it is our statutory responsibility to determine whether proposed utility rates are fair, just, and reasonable, and we cannot delegate that responsibility to the parties to these cases. The hearing scheduled on May 9, 2017, will now be for the purposes of cross-examination of all witness and for the consideration of the two recommended settlements.

Case No. 2016-00370 Case No. 2016-00371 The Commission will require all of the Utilities' employee witnesses to be at the

hearing, as well as the Utilities' consultant witness Steve Seelye, Kentucky Industrial

Utility Customers, Inc.'s ("KIUC") witness Stephen Baron, and Kentucky School Board

Association's ("KSBA") witness Ronald Willhite. To provide the Utilities and Intervenors

an opportunity to cross-examine any of the other witnesses, a written notice setting forth

the name of each other witness to be cross-examined should be filed by May 5, 2017. In

the absence of a notice naming witnesses other than those required by the Commission

to be at the hearing, the parties will be deemed to have waived cross-examination of

those witnesses, and the witnesses will be excused from attending the May 9, 2017

hearing.

Finally, the Commission finds good cause to grant the Utilities' joint motions and

to accept for filing the April 19 Stipulation, the May 1 Stipulation, and the tendered

testimonies in support of the April 19 Stipulation.

IT IS THEREFORE ORDERED that:

1. All of the Utilities' employee witnesses as well as the Utilities' consultant

witness Steve Seelye, KIUC's witness Stephen Baron, and KSBA's witness Ronald

Willhite shall be at the hearing.

2. Any party that wishes to cross-examine any of the other witnesses shall file

by May 5, 2017, a written notice setting forth the name of each witness to be cross-

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examined.

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3. The parties shall be deemed to have waived cross-examination of any witness not required by the Commission to be at the hearing and not named by a party by May 5, 2017, to be cross-examined, and those witnesses are excused from attending the May 9, 2017 hearing.

4. The Utilities' joint motions to accept for filing the April 19 Stipulation, the May 1 Stipulation, and the tendered testimonies in support of the April 19 Stipulation are granted, and those documents are accepted for filing.

By the Commission

MAY 03"2017

SERVICE COMMISSION

ATTEST:

Executive Director

\*Honorable Allyson K Sturgeon Senior Corporate Attorney LG&E and KU Energy LLC 220 West Main Street Louisville, KENTUCKY 40202 \*Dennis G Howard, II Howard Law PLLC 740 Emmett Creek Lane Lexington, KENTUCKY 40515 \*G. Houston Parrish Labor Law Attorney Office of the Staff Judge Advocate, B 50 3rd Avenue Fort Knox, KENTUCKY 40121

\*William May Hurt, Deckard & May The Equus Building 127 West Main Street Lexington, KENTUCKY 40507 \*Don C A Parker Spilman Thomas & Battle, PLLC 1100 Brent Creek Blvd., Suite 101 Mechanicsburg, PENNSYLVANIA 17050 \*Jody Kyler Cohn Boehm, Kurtz & Lowry 36 East Seventh Street Suite 1510 Cincinnati, OHIO 45202

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

\*Casey Roberts Sierra Club 1536 Wynkoop St., Suite 312 Denver, COLORADO 80202 \*Eileen Ordover Legal Aid Society 416 West Muhammad Ali Boulevard Suite 300 Louisville, KENTUCKY 40202 \*Honorable Kurt J Boehm Attorney at Law Boehm, Kurtz & Lowry 36 East Seventh Street Suite 1510 Cincinnati, OHIO 45202

\*Carrie M Harris Spilman Thomas & Battle, PLLC 1100 Brent Creek Blvd., Suite 101 Mechanicsburg, PENNSYLVANIA 17050 \*Thomas J FitzGerald Counsel & Director Kentucky Resources Council, Inc. Post Office Box 1070 Frankfort, KENTUCKY 40602 \*Honorable Kendrick R Riggs Attorney at Law Stoll Keenon Ogden, PLLC 2000 PNC Plaza 500 W Jefferson Street Louisville, KENTUCKY 40202-2828

\*Joe F Childers Joe F. Childers & Associates 300 Lexington Building 201 West Short Street Lexington, KENTUCKY 40507 \*Gregorgy T Dutton Goldberg Simpson LLC 9301 Dayflower Street Louisville, KENTUCKY 40059 \*Kent Chandler Assistant Attorney General Office of the Attorney General Office of Rate 700 Capitol Avenue Suite 20 Frankfort, KENTUCKY 40601-8204

\*Cheryl Winn Waters Law Group, PLLC 12802 Townepark Way, Suite 200 Louisville, KENTUCKY 40243 \*Gardner F Gillespie Sheppard Mullin Richter & Hampton LLP 2099 Pennsylvania Avenue NW, Suite 1 Washington, DISTRICT OF COLUMBIA 20006 \*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 \*Honorable Matthew R Malone Attorney at Law Hurt, Deckard & May The Equus Building 127 West Main Street Lexington, KENTUCKY 40507

\*Laurence J Zielke Zielke Law Firm PLLC 1250 Meidinger Tower 462 South Fourth Avenue Louisville, KENTUCKY 40202 \*Paul Werner Sheppard Mullin Richter & Hampton LLP 2099 Pennsylvania Avenue NW, Suite 1 Washington, DISTRICT OF COLUMBIA 20006

\*Matthew Miller Sierra Club 50 F Street, NW, Eighth Floor Washington, DISTRICT OF COLUMBIA 20001 \*Rebecca W Goodman
Assistant Attorney General
Office of the Attorney General Office of Rate
700 Capitol Avenue
Suite 20
Frankfort, KENTUCKY 40601-8204

\*Megan Grant Sheppard Mullin Richter & Hampton LLP 2099 Pennsylvania Avenue NW, Suite 1 Washington, DISTRICT OF COLUMBIA 20006 \*Honorable Robert C Moore Attorney At Law Stites & Harbison 421 West Main Street P. O. Box 634 Frankfort, KENTUCKY 40602-0634

\*Mark E Heath Spilman Thomas & Battle, PLLC 300 Kanawha Blvd, East Charleston, WEST VIRGINIA 25301 \*Robert Conroy LG&E and KU Energy LLC 220 West Main Street Louisville, KENTUCKY 40202

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

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

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

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