COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

1	ln i	the	1/	lat	ter	0	F.
ı		ше	IV	α			١.

ELECTRONIC JOINT APPLICATION OF DUKE)	
ENERGY KENTUCKY, INC., EAST KENTUCKY)	
POWER COOPERATIVE, INC., KENTUCKY)	CASE NO.
UTILITIES COMPANY, AND LOUISVILLE GAS)	2017-00410
AND ELECTRIC COMPANY FOR APPROVAL OF)	
TRANSACTIONS RELATED TO THE RESTORE)	
AGREEMENT)	

COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION
TO DUKE ENERGY KENTUCKY, INC., EAST KENTUCKY POWER
COOPERATIVE, INC., KENTUCKY UTILITIES COMPANY, AND
LOUISVILLE GAS AND ELECTRIC COMPANY

Duke Energy Kentucky, Inc. ("Duke Kentucky"), East Kentucky Power Cooperative, Inc. ("EKPC"), Kentucky Utilities Company ("KU"), and Louisville Gas and Electric Company ("LG&E") (collectively, "Joint Applicants"), pursuant to 807 KAR 5:001, are to file with the Commission the original in paper medium and an electronic version of the following information. The information requested herein is due no later than November 30, 2017. Responses to requests for information in paper medium 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.

Joint Applicants shall make timely amendment to any prior response if they obtain 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 Joint Applicants fail or refuse to furnish all or part of the requested information, they shall provide a written explanation of the specific grounds for their 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. When filing a paper containing personal information, Joint Applicants shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that personal information cannot be read.

- 1. Refer to the Joint Application at numbered paragraph 12, which lists the utilities participating in the Agreement for Regional Equipment Sharing for Transmission Outage Restoration ("RESTORE Agreement"). Provide a map identifying the utilities participating in the RESTORE Agreement and their associated service territories or the areas in which they provide electric services to retail customers.
- 2. Refer to the Joint Application, footnote 3, regarding the need to have approval from the Federal Energy Regulatory Commission ("FERC") as to certain

aspects of the RESTORE Agreement. State when an application is expected to be filed at FERC for approval of the RESTORE Agreement.

- 3. Refer to the Joint Application at numbered paragraph 14 regarding the "long lead times" associated with purchasing a transformer. Generally describe the process involved in acquiring a transformer and the amount of time for such a transaction to complete.
- 4. Refer to the Joint Application at numbered paragraph 15 concerning the purchase price of a transformer or component sold under the RESTORE Agreement.
- a. Identify the types of costs that would be considered "other acquisition costs."
- b. Identify the types of costs that would be considered "reasonable costs and expenses of the seller."
- 5. Refer to the Joint Application at numbered paragraph 16 regarding transformers in service or in inventory. For each Joint Applicant, provide the number and type of transformers that are currently in its inventory.
- 6. Refer to the Joint Application at footnote 14 regarding the Appendix B to the RESTORE Agreement.
- a. What condition(s) would cause a Joint Applicant to change the type of transformer that has been committed to under the RESTORE Agreement.
- b. For each Joint Applicant, provide a copy of Appendix B to the RESTORE Agreement identifying the transformers committed and the associated original book value of each transformer.

-3-

Executive Director
Public Service Commission
P.O. Box 615
Frankfort, KY 40602

DATED NOV 0 8 2017

cc: Parties of Record

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

*David S Samford Goss Samford, PLLC 2365 Harrodsburg Road, Suite B325 Lexington, KENTUCKY 40504

*Duke Energy Kentucky, Inc. 139 East Fourth Street Cincinnati, OH 45202

*East Kentucky Power Cooperative, Inc. 4775 Lexington Road P. O. Box 707 Winchester, KY 40392-0707

*Rocco O D'Ascenzo Duke Energy Kentucky, Inc. 139 East Fourth Street Cincinnati, OH 45201

*Kentucky Utilities 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