COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF DUKE ENERGY)	
KENTUCKY, INC. FOR AN ORDER)	CASE NO.
APPROVING THE ESTABLISHMENT)	2018-00416
OF A REGULATORY ASSET)	

COMMISSION STAFF'S SECOND REQUEST FOR INFORMATION 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 six copies in paper medium of the following information, with a copy to all parties of record. The information requested herein is due on or before February 1, 2019. 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.

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. When filing a paper containing personal information, Duke Kentucky shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that personal information cannot be read.

 Refer to Duke Kentucky's response to Commission Staff's First Request for Information (Staff's First Request), Item 3.

 Explain the credit balances in February and December 2018 for actual storm costs.

b. Explain in detail why actual storm-related expenses in 2017 exceeded the budgeted amount by over \$1.4 million.

2. Refer to Duke Kentucky's response to Staff's First Request, Item 4. Explain Duke Kentucky's internal process for determining when to seek Commission authorization to establish a regulatory asset for storm-related expenses.

3. Refer to Duke Kentucky's response to Staff's First Request, Item 5. Identify and explain what assets are covered by the insurance policy.

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4. Refer to Duke Kentucky's response to Staff's First Request, Item 6. Provide an update to the amount of the deferred estimated storm expenses attributable to the November Ice Storm.

5. Refer to Duke Kentucky's response to Staff's First Request, Item 7.e.

- a. Provide an update to the response to Item 7.e. if necessary.
- b. Explain the differences in the Application, Exhibit 2 and the response

to Item 7.e.

c. State the amount of the regulatory asset for which Duke Kentucky is requesting and provide a schedule supporting that cost.

en R. Punso

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

DATED JAN 2 3 2019

cc: Parties of Record

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

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