

### S T O L L · K E E N O N · O G D E N

PLLC

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February 18, 2011

VIA HAND DELIVERY

Kentucky Public Service Commission

Jeff DeRouen Executive Director

RECEIVED

FEB 18 2011

PUBLIC JERVICE COMMISSION

#### RE: <u>Application of Louisville Gas and Electric Company and Kentucky Utilities</u> <u>Company for a Waiver and Deviation from KRS 278.2213</u> Case No. 2010-00482

Dear Mr. DeRouen:

211 Sower Boulevard Frankfort, KY 40601

Enclosed please find and accept for filing an original and five copies of the Response of Louisville Gas and Electric Company and Kentucky Utilities Company to the Commission Staff's First Request For Information Dated February 1, 2011 in the above-referenced matter. Please confirm your receipt of this filing by placing the stamp of your Office with the date received on the enclosed additional copies and return them to me via our office runner.

Should you have any questions please contact me at your convenience.

Yours very truly,

lil R Ring

endrick R. Rigg

KRR:ec

Enclosures

cc: Lonnie E. Bellar, Vice President, State Regulation & Rates, LG&E and KU Energy LLC Allyson K. Sturgeon, Senior Corporate Attorney, LG&E and KU Energy LLC

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#### **COMMONWEALTH OF KENTUCKY**

RECEIVED

#### BEFORE THE PUBLIC SERVICE COMMISSION FEB 1 8 2011 PUBLIC SERVICE In the Matter of: COMMISSION

LOUISVILLE GAS AND ELECTRIC COMPANY ) AND KENTUCKY UTILITIES COMPANY FOR A ) CASE NO. 2010-00482 WAIVER AND DEVIATION FROM KRS 278.2213 )

#### **RESPONSE OF** LOUISVILLE GAS AND ELECTRIC COMPANY AND KENTUCKY UTILITIES COMPANY TO THE COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION **DATED FEBRUARY 1, 2011**

Filed: February 18, 2011

#### LOUISVILLE GAS AND ELECTRIC COMPANY AND KENTUCKY UTILITIES COMPANY

#### CASE NO. 2010-00482

#### Response to Commission Staff's First Request For Information Dated February 1, 2011

#### **Question No. 1**

#### **Responding Witness: Lonnie E. Bellar**

- Q-1. Refer to paragraphs 15, 16, and 17 of the Application in which LG&E and KU request that their nonregulated affiliates be permitted to use the LG&E and KU "Brands"<sup>1</sup> for routine administrative activities, "other anticipated ordinary course use of the Brands in connection with the nonregulated affiliates," and promotional activities. Provide examples of how LG&E and KU would incorporate the design of the LG&E and KU brands to be used by the nonregulated affiliates for each type of use references above.
- A-1. LG&E and KU (or "Companies") identified the three categories for the LG&E and KU Brands to assist the Commission in understanding the scope of the Companies' proposed uses. As demonstrated below, and in the attached sample documents, the proposed uses are not mutually exclusive and instead may serve multiple purposes for the Companies.

Beginning with routine administrative activities, LG&E and KU have proposed to use the Brands internally and externally on documents designed to identify the Companies, related affiliates commonly-owned by LG&E and KU Energy LLC ("Holding Company") and their employees. As demonstrated in the attached documents, the most common administrative uses will be on individual employees' letterhead and business cards. Use of the Brands on these items is important for individuals who are employed by LG&E and KU Services Company ("Services Company"), as those persons and/or the Services Company entity perform services for both utilities. Further, use of the Brands on letterhead, business cards, and other similar uses for identification purposes fosters the guarantees from Case No. 2010-00204 that LG&E and KU would remain the commonly-owned utilities that have long been a visible presence in the communities in which they serve following consummation of the acquisition by PPL Corporation.

The second proposed category is "other anticipated ordinary course use," which encompasses external uses for varying purposes. This category includes uses such as press releases and the Companies' website. As demonstrated by the attached press release and sample webpage, use of the Brands serves to identify the common ownership

<sup>&</sup>lt;sup>1</sup> The Application refers to the LG&E and KU "Brands" as the companies' abbreviations, brands, trademarks, and logos.

#### LOUISVILLE GAS AND ELECTRIC COMPANY AND KENTUCKY UTILITIES COMPANY

#### CASE NO. 2010-00482

#### Response to Commission Staff's First Request For Information Dated February 1, 2011

of the Companies and signify programs that are available to customers of both utilities, such as the heating assistance programs. Importantly, although often both Brands may be used, other materials retain single-utility designations where appropriate, such as the web portal that allows individual LG&E or KU customers to manage their accounts. Also included in this category are materials designed to inform the community and interest groups about the Companies, such as the Companies' efforts with regard to corporate responsibility or environmental stewardship. As these business philosophies and corporate practices are followed by both utilities, use of the Brands further fosters the intended message. A sample document regarding corporate responsibility is attached. Other proposed uses in this category include purchasing forms that will be sent to vendors and materials pertaining to LG&E and KU Foundation Inc. ("Foundation"), which is the philanthropic arm of the utilities. A sample document using the Brands on an external form includes the attached Foundation scholarship form. Other Foundation documents, including a press release, are also attached.

The third category of proposed uses is for promotional activities. This category includes advertising uses when it is appropriate for the sponsorship or advertisement to be reflective of both LG&E and KU, as demonstrated in the attached sample advertisement, (including instances where the Holding Company or Services Company may be the sponsor on the Companies' behalf.). The Companies plan to generally use single-utility advertising for local events, such as signage at sporting events.

Common among all three categories of proposed material uses is that the Brands will only be used by the non-regulated affiliates to identify the utilities and promote common ownership. The Brands will be used most extensively by the Holding Company, the Services Company, and the Foundation. None of the non-regulated affiliates are engaged in competitive activities and have sought permission to use the Brands to further the commitments arising out of Case No. 2010-00204. **ADMINISTRATIVE USES** 



**PPL companies** 

#### Victor A. Staffieri Chairman, CEO & President

LG&E and KU Energy LLC 220 West Main Street Louisville, KY 40202 T 502-627-3912

vic.staffieri@lge-ku.com



**PPL** companies

#### John R. McCall

Executive Vice President, General Counsel, Corporate Secretary and Chief Compliance Officer

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julle A. Quinn

Assistant to the Chairman, CEO & President LG&E and KU Energy LLC 220 West Main Street Louisville, KY 40202 T 502-627-2144 julle.quinn@ige-ku.com





LG&E and KU Foundation Inc. 220 West Main Street Louisville, KY 40202 Foundation

Shauna Damin

Foundation Specialist

LG&E and KU Foundation Inc. 220 West Main Street Louisville, KY 40202 T 502-627-2363 F 502-217-2816 shauna.damin@ige.ku.com **OTHER ORDINARY COURSE USES** 



Press Release

December 14, 2010

#### LG&E, KU Employee Giving Campaign Sets New Records for Participation, Total Charitable Donations

Nearly 70 Percent of All Employees Participate; More Than \$1.6 Million Pledged to 27 Non-Profit Organizations Across Kentucky in 2011

(LOUISVILLE, Ky.) Louisville Gas and Electric Company and Kentucky Utilities Company employees contributed at record levels during the companies' 2010 charitable giving campaign, pledging to donate nearly \$1.1 million to 27 non-profit organizations across the Commonwealth.

With the LG&E and KU Foundation's additional contribution to the campaign, more than \$1.6 million will be donated to non-profit organizations — and thousands of people in need — throughout the state.

Despite a skittish economy, nearly 70 percent of LG&E and KU employees now participate in the companies' annual giving campaign through payroll deduction, more than double the national average for employee participation in charitable giving.

2,168 employees pledged support during this year's campaign, pushing employee participation three percent higher in 2010 compared to 2009.

"2010 marks an all-time record in employee giving at our company, which further demonstrates our steadfast commitment to the communities we serve," said Victor A. Staffieri, chairman, CEO and president of LG&E and KU Energy LLC. "Our employees' generous financial spirit is only rivaled by their numerous volunteer and philanthropic leadership roles across our service territory."

In Louisville, non-profit organizations such as Fund for the Arts, Metro United Way and WHAS Crusade for Children – including the agencies they support – will benefit from LG&E and KU's 2010 employee giving campaign.

Since 2005, LG&E and KU's employee giving campaign has raised more than \$9.3 million through payroll deductions, event fundraisers, direct-to-charity donations and Foundation support.

(more)

LG&E and KU Energy LLC 220 West Main Street Louisville, Kentucky 40202 www.lge-ku.com

Contact:

Chip Keeling I 502-627-4999 F 502-627-3629



Visit <u>www.lge-ku.com/csr.asp</u> for more information on LG&E and KU's corporate responsibility efforts.

Louisville Gas and Electric Company and Kentucky Utilities Company, part of the PPL Corporation (NYSE: PPL) family of companies, are regulated utilities that serve a total of 1.2 million customers and have consistently ranked among the best companies for customer service in the United States. LG&E serves 321,000 natural gas and 397,000 electric customers in Louisville and 16 surrounding counties. Kentucky Utilities serves 546,000 customers in 77 Kentucky counties and five counties in Virginia. More information is available at <u>www.lge-ku.com</u> and <u>www.pplweb.com</u>.

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search LG&E KU 🤿 Contact Us Site Map **PPL** Corporation



Company

**Residential Customers** 

**Business Customers** 

Media

Help us help others

stay warm this winter.

We match your donations to Winterhelp/WinterCare.

Careers

Energy Efficiency My Account



Help others stay warm this winter Paperless Silling

Commercial Rebate

Learn more.

#### Careless accidents can be avoided

Call before you dig. Call 8-1-1.

When you call Kentucky 811, they coordinate with Kentucky 811 member utilities in your area to have underground utility lines marked at no cost to you.

Learn more

#### **News Headlines**

January 28, 2011 Kentucky Utilities Breaks Ground on New Facility in Morganfield

January 20, 2011 LG&E, KU Contribute Additional \$50,000 to Winterhelp, WinterCare Heating Assistance Programs

December 14, 2010 LG&E, KU Employee Giving Campaign Sets New Records for Participation, Total Charitable Donations

December 8, 2010 LG&E, KU Offer Tips to Help Customers Weather Extreme Cold, Save Energy





#### Manage your account!

Pay your bill, view your account history, perform a home energy audit and more!



#### **Customer Links**

Energy Efficiency Storm/Outage Info Outage Map

IG:E

Report an outage online **Residential** Customers **Business Customers** 

KU ODP

Report an outage online **Residential Customers Business Customers** 



Contact Us



## How much can you save?

Our Energy Efficiency programs offer simple ways you can save money around your home or business. **more** 

Have a question? Mailing addresses



## Connecting ideas and people

Check out our blog, Your Energy Matters. Let us know how we can better serve you and learn more about what's going on at LG&E and KU. Visit our blog

Company Profile Management Team Chairman's Message Investor Information Corporate Responsibility Environment Diversity Service Territory LG&E KU History Regulatory Community Economic Development



## Billing and payment options made easy

Looking for a way to make your life as easy and hassle-free as possible? Sign up and enjoy the benefits of paperless billing and payment. more

LG&E Residential 502-589-1444

KU/ODP Residential 800-981-0600

LG&E Business 502-627-3313

**KU/ODP Business** 859-367-1200 or 800-383-5582



## Your energy shapes the future

If you're interested in a career with an innovative company, focused on customers and the communities in which it serves, take a tour of our careers section, and see how you can contribute. **more** 

Terms of Use Privacy Policy

Contractor Health and Safety Wellness Benefits Enrollment LEM Transactions EBB Regulated Fuel Bids

Request for Proposal

© LG&E and KU 2011





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Company

Residential Customers Business Customers Media Careers Energy Efficiency

My Account

Company Profile	Investor Information
Management Team	For investor information or inquiries, please visit the PPL Corporation Investor website.
Chairman's Message	For investor information of inquines, picase visit and the corporation investor research.
Investor Information	
Mailing Addresses	Financial Statements
Corp. Responsibility	under Malionen en die Gestrie – Thurd Guester Einspeciale 2010
Environment	Louisville Gas and Electric — Third Quarter Financials 2010 <u>Download</u> (PDF)
Diversity	
Service Territory	Kentucky Utilities Company — Third Quarter Financials 2010 <b>Download</b> (PDF)
LG&E	$\sim$
ки	LG&E and KU Energy LLC (formerly E.ON U.S. LLC) — Third Quarter Financials 2010 Download (PDF)
History	
Regulatory	
Community	
Economic Development	



Foundation

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## LG&E and KU Foundation Scholarship Program

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TYPE OR PRINT ALL INFORMATION EXCEPT SIGNATURES

Completeness and neatness ensure your application will be reviewed properly.

Application postmark deadline: March 7

FOR SCHOLARSHIP MANAGEMENT SERVICES USE ONLY	i.D. #	AA	PD	RIC/CS	GPA	SATCR	SATM	SATW	ACTC	TOTAL		
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HIGH SCHOOL DATA								Date: Month_				
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LGE PDF 12/10												

Copyright <sup>9</sup> 2010 Scholarship America All Rights Reserved

Sending a resumé does not replace any part of this application. If space provided in any section is inadequate, you may continue on additional sheets. Attachments must follow the same format. DO NOT repeat information already reported on the application form. Your name, address and name of this scholarship program should be included on all attachments.

WORK EXPERIENCE	Describe your work experience during the past four years. Indicate dat worked each week.	es of employmen		i approximale nu	mber of hours
83. B.	Employer/Position	From - Mo/Yr	To - Mo/Yr	Hours per Week	Were you paid for your work?
					YES / NO
					YES / NO
					YES / NO
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÷ .			4 <sup>1</sup> 8 1	·	YES / NO
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	5				YES / NO
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List all school activities in which you have participated during the past four years (e.g., student government, music, sports, etc.). List all community activities in which you have participated without pay during the past four years (e.g., Boy/Girl Scouts, hospital volunteer, Special Olympics). Note all special awards, honors and offices held. Indicate whether high school or college activities.

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AND ASPIRATIONS

GOALS

ACTIVITIES, AWARDS AND HONORS

UNUSUAL Please describe how and when any unusual family or personal circumstances have affected your achievement in school, work CIRCUMSTANCES experience, or your participation in school and community activities.

LGE POF 12/10

Page 2 of 3

APPLICANT APPRAISAL (REQUIRED)

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**To the Applicant:** This section is required and must be completed in the format provided. If incomplete, your application will not be evaluated. The section is to be completed by a high school or college counselor or advisor, an instructor, or a work supervisor who knows you well.

**To the Adult Appraiser:** You have been asked to provide information in support of this application. Please give immediate and serious attention to the following statements. When complete, please return to applicant. If you prefer, photocopy this section and return to applicant in a sealed envelope. A letter of recommendation does not replace this section.

The applicant's choice of a postsecondary educational program is				C	extremely appropriate			□ very appropriate			☐ moderately appropriate			C inappropriate	
The applicant's achievements reflect his/her ability					CI extremely well			🗆 very well		moderately well		vell D	🗆 not well		
The applicant's ability to set realistic and altainable goals is					□ excellent □ good				🗆 fair			CI poor			
The quality of the applicant's commitment to school and/or community is					□ exceilent			□ good		🗆 fair			🗆 poor		
The applicant is able to seek, find, and use learning resources					🗆 extremely well			D very well		🗆 moderately well		vell D	□ not well		
The applicant demonstrates curiosity and initiative					C extremely well			C very well		CI moderately well		vell D	🗆 not well		
The applicant demonstrates good problem-solving skills, follows through, and completes tasks					extremely well     u			🗆 very well		C moderately well		vell <b>E</b>	🗖 not well		
The applicant's respect for self and others is					excellent			🗆 good		🗆 fair			🗆 poor		
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School Official's Signature			Tille						Telephone (			_)			
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APPLICATION CHECKLIST	Student Application with completed Applicant Appraisal							erials hav , includin (U Foun Manager ship Way	have been received: ling transcript, must be addressed to: undation Scholarship Program jement Services /ay						
CERTIFICATION	descripti files.) I i in	ship Management Sa Ion. This application acknowledge decisio formation provided i n official transcript of	becomes the pro ons are final. I ce is complete and a	operty of So ntify I meet accurate to	holarship eligibility r the best o	Manager equireme of my know	me ents wle	nt Services, i s of the progr dge. If reque	(It is reco am as de sted, I w	ommo oscri vill pri	anded you k bad in lha g ovida proof	eep a o	copy f	or your f the	
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LGE PDF 12/10			Copyright © 2010	Schola	rship Amer	ica All	IRI	ghis Reserved							

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#### LG&E and KU Foundation

Since its inception in 1994, the LG&E and KU Foundation has represented LG&E and KU Energy LLC and its subsidiaries — Louisville Gas & Electric (LG&E), Kentucky Utilities (KU) and Old Dominion Power (ODP) — as the philanthropic arm for charitable giving.

Committed to social responsibility, the LG&E and KU Foundation proactively supports many philanthropic initiatives with the intent to improve the quality of life in communities where the Company provides service. Through Foundation giving, LG&E and KU Energy LLC and its subsidiaries are able to play a definitive role in strengthening the communities where they have a presence.



For over a decade of charitable giving, the LG&E and KU Foundation is proud of its contributions to improve the quality of life for people who live in the communities served by the Company.



**PROMOTIONAL USES** 

# Together we're building a brighter comunity for everyone.

We're proud to support the 18th Annual African American Ball and Kentucky's efforts to shine.



PPL companies

#### VERIFICATION

#### **COMMONWEALTH OF KENTUCKY** SS: ) **COUNTY OF JEFFERSON** )

The undersigned, Lonnie E. Bellar, being duly sworn, deposes and says that he is Vice President, State Regulation and Rates for Kentucky Utilities Company and an employee of LG&E and KU Services Company, and that he has personal knowledge of the matters set forth in the responses for which he is identified as the witness, and the answers contained therein are true and correct to the best of his information, knowledge and belief.

Rellw

Lonnie E. Bellar

Subscribed and sworn to before me, a Notary Public in and before said County and State, this <u>18th</u> day of <u>Aebruary</u> 2011.

Notary Public B. Harpes (SEAL)

My Commission Expires:

Sept 22, 2014