

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF LOUISVILLE GAS AND	)	
ELECTRIC COMPANY FOR AN ORDER	)	
APPROVING ITS CALCULATION OF THE	)	CASE NO.
ACQUISITION SAVINGS SHARING DEFERRAL	)	2012-00126
METHODOLOGY FOR 2011	)	

COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION  
TO LOUISVILLE GAS AND ELECTRIC COMPANY

Louisville Gas and Electric Company ("LG&E"), pursuant to 807 KAR 5:001, is to file with the Commission the original and 10 copies of the following information, with a copy to all parties of record. The information requested herein is due on or before May 7, 2012. Responses to requests for information 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.

LG&E 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 LG&E fails or refuses to furnish all or part of the requested information, it 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.

1. Refer to Items 7 and 8 of the Application and the stipulation agreement contained in the final Order in Case No. 2010-00204<sup>1</sup>. Appendix A, Section 2.2.3. of the stipulation agreement states:

The calculation of the actual earned rate of return on common equity of LG&E and KU (i) will use the computations as detailed in Rives Exhibit 9 in the same manner as presented in the applications of LG&E and KU in Case Nos. 2009-00548 and 2009-00549, modified only to the extent explicitly stated in the Commission's Orders in Case Nos. 2009-00548 and 2009-00549, and (ii) must reflect the adjusted jurisdictional net operating income, the adjusted jurisdictional capitalization, adjusted capital structure, and the reporting period end cost rates for debt calculated in conformity with the Section 2.2.1 and 2.2.2 computations.

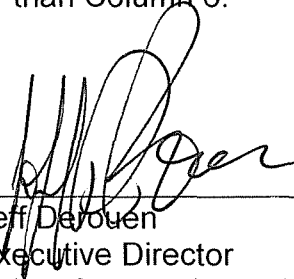
Explain why LG&E provided the results of two different methodologies used to calculate its actual earned rate of return on common equity under the acquisition savings sharing deferral mechanism.

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<sup>1</sup> Case No. 2010-00204, Joint Application of PPL Corporation, E.ON AG, E.ON Investments Corp., E.ON U.S. LLC, Louisville Gas and Electric Company, and Kentucky Utilities Company for Approval of an Acquisition of Ownership and Control of Utilities (Ky. PSC Sept. 30. 2010).

2. Refer to Item 9 of the Application at page 7. Explain why LG&E requests that the Commission issue an Order by June 30, 2012.

3. Refer to footnote (a) on Exhibit 1, Reference Schedule 1.03, and footnote (b) on Supplemental Exhibit 1, Reference Schedule 1.03. Confirm that the footnotes should reference ES Form 3.00, Column 5, rather than Column 6.



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Jeff Darouen  
Executive Director  
Public Service Commission  
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DATED APR 26 2012

cc: Parties of Record

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