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Dr. Talina R. Mathews Executive Director Kentucky Public Service Commission 211 Sower Boulevard Frankfort, Kentucky 40601

November 30, 2016

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PUBLIC SERVICE COMMISSION

Louisville Gas and Electric Company

State Regulation and Rates 220 West Main Street PO Box 32010 Louisville, Kentucky 40232 www.lge-ku.com

Robert M. Conroy Vice President State Regulation and Rates T 502-627-3324 F 502-217-4985 robert.conroy@lge-ku.com

RE: Application of Louisville Gas and Electric Company For An Order Approving the Establishment of a Regulatory Asset Case No. 2016-00393

Dear Dr. Mathews:

Louisville Gas and Electric Company ("LG&E") has reviwed the Commission Staff's Intra-Agency Memorandum regarding the informal conference held on November 22, 2016 in this matter. LG&E has a few revisions to accurately complete the record and to provide clarity on a few matters.

First, in paragraph number one, sentence one, LG&E requests that the Commission correct the informal conference date to November 22, 2016.

Second, in paragraph two, first sentence, LG&E requests the insertion of the word "terminating" between the words "with" and "an". As a result and to provide clarity, the sentence should read as follows: "Representatives of LG&E stated that the company wanted to establish a regulatory asset relating to the expense associated with *terminating* an interest rate swap."

Third, in paragraph three, second sentence, LG&E requests the deletion of the words "of principal". As a result, the sentence should read as follows: "In a swap transaction, LG&E enters into an agreement to pay a fixed rate of interest on a notional amount to a counterparty."

Lastly, LG&E requests that this matter be submitted to the Commission for decision based upon the record in this case, and respectfully asks that the Commission issue an Order by December 15, 2016.

Dr. Talina R. Mathews, Executive Director November 30, 2016

LG&E appreciates the Commission's consideration of these requests and appreciates the opportunity to comment on the Memorandum.

Should you have any questions regarding the enclosed, please contact me at your convenience.

Sincerely,

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Robert M. Conroy