

139 East Fourth Street, Room 2500 AT II P.O. Box 960 Cincinnati, Ohio 45201-0960 Tet: 513-419-1847 Fax: 513-419-1846 anite schafer@duke_energy.com

Anita M. Schafer Sr. Paralegal

APR 1 1 2008

COMMISSION

VIA OVERNIGHT MAIL

April 10, 2008

Ms. Stephanie L. Stumbo Executive Director Kentucky Public Service Commission 211 Sower Boulevard P.O. Box 615 Frankfort, Kentucky 40602-0615

Re: Case No. 2007-477

Dear Ms. Stumbo:

Enclosed please find an original and 12 copies of the First Set of Requests for Information to the Kentucky Industrial Utility Customers, Inc. on behalf of DE-Kentucky in the above captioned case.

Please date stamp and return the two extra copies of these requests in the enclosed, self-addressed envelope.

If you have any questions, please do not hesitate to contact me at (513) 419-1847.

Sincerely,

Chuta M. Schafn

Anita M. Schafer Senior Paralegal

cc: Parties of Record

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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PUBLIC SERVICE COMMISSION

In the Matter of:

AN INVESTIGATION OF THE ENERGY AND REGULATORY ISSUES IN SECTION 50 OF KENTUCKY'S 2007 ENERGY ACT

CASE NO. 2007-00477

DUKE ENERGY KENTUCKY, INC.'S REQUESTS FOR INFORMATION TO THE KENTUCKY INDUSTRIAL UTILTIY CUSTOMERS, INC.

Now comes Duke Energy Kentucky, Inc., and submits its Requests for Information to the Kentucky Industrial Utility Customers, Inc. ("KIUC") to be answered by the date specified in the Commission's Order and in accord with the following:

For purpose of these discovery requests, the following terms shall have meanings set forth below:

As used herein, "document", "documentation" and/or "record", whether stated as (1)the singular or the plural, means any course of binders, book, pamphlet, periodical, letter, correspondence, memoranda, including but not limited to, any memorandum or report of a meeting or telephone or other conversation, invoice, account, credit memo, debit memo, financial statement, general ledger, ledger, journal, work papers, account work papers, report, diary, telegram, record, contract, agreement, study, draft, telex, handwritten or other note, sketch, picture, photograph, plan, chart, paper, graph, index, tape, data processing card, data processing disc, data cells or sheet, check acceptance draft, e-mail, studies, analyses, contracts, estimates, summaries, statistical statements, analytical records, reports and/or summaries of investigations, opinions or reports of consultants, opinions or reports of accountants, trade letters, comparisons, brochures, pamphlets, circulars, bulletins, notices, forecasts, electronic communication, printouts, all other data compilations from which information can be obtained (translated if necessary by defendants into usable form), any preliminary versions, drafts or revisions of any of the foregoing, and/or any other written, recorded, transcribed, punched, taped, filmed or graphic matter, however produced or reproduced and regardless of origin or location, in the possession, custody and/or control of the defendant and/or their agents, accountants, employees, representatives and/or attorneys. "Document" and "record" also mean all copies of documents by whatever means made, if the copy bears any other markings or notations not found on the original.

(2) The terms "relating to", "referring to", "referred to", "pertaining to", "pertained to" and "relates to" means referring to, reporting, embodying, establishing, evidencing, comprising, connected with, commenting on, responding to, showing, describing, analyzing, reflecting, presenting and/or constituting and/or in any way involving.

(3) The terms "and", "or", and "and/or" within the meaning of this document shall include each other and shall be both inclusive and disjunctive and shall be construed to require production of all documents, as above-described, in the broadest possible fashion and manner.

(4) To "identify" shall mean:

(a) With respect to a document, to state its date, its author, its type (for example, letter, memorandum, chart, photograph, sound reproduction, etc.), its subject matter, its present location and the name of its present custodian. The document may be produced in lieu of supplying the foregoing information. For each document which contains information as privileged or otherwise excludable from discovery, there shall be included a statement as to the basis for such claim of privilege or other grounds for exclusion.

(b) With regard to a natural person, to state his or her full name, last known employer or business affiliation, title and last known home address.

(c) With regard to a person other than a natural person, state the title of that person, any trade name, or corporate name or partnership name used by that person, and the principal business address of that person.

(5) "Energy Efficiency" shall mean both demand response and conservation programs

(6) To "produce" or to "identify and produce", shall mean that KIUC shall produce each document or other requested tangible thing. For each tangible thing which KIUC contends are privileged or otherwise excludable from discovery, there shall be included a statement as to the basis for such claim of privilege or other grounds for exclusion. Respectfully submitted,

DUKE ENERGY KENTUCKY, INC.

Rocco O. D'Ascenzo Duke Energy Kentucky, Inc. 139 East Fourth Street, Rm 25 ATII Cincinnati, Ohio 45201-0960 Phone: (513) 419-1852 /Fax: (513) 419-1846 e-mail:rocco.d'ascenzo@duke-energy.com

And

Jason Renzelmann Frost Brown Todd LLC 400 West Market St., 32nd Floor Louisville, KY 40202 Phone: 502-779-8185 Fax: 502-581-1087

REQUESTS FOR INFORMATION

1. Referring to Page 1, Lines 19-21 of Witness Higgins's Supplemental Testimony, what information does the Witness believe would be appropriate and or useful for the Commission to gather regarding energy efficiency efforts of industrial customers?

RESPONSE:

2. Referring to page 2, line 5 through 8 of Witness Higgins's testimony, is the witness suggesting that it is overly burdensome for industrial consumers to substantiate their energy efficiency efforts, or just to file the application with the Commission? Please explain.

RESPONSE:

3. Referring to page 2, line 3 through 5 of Witness Higgins's Supplemental Testimony, is it the Witness's opinion that the Kentucky Public Service Commission does not have the statutory authority to require industrial customers to verify their energy efficiency efforts as a precondition to opting out of a utility sponsored energy efficiency program?

RESPONSE:

- 4. Do the KIUC member companies keep track of the energy efficiency measures implemented (e.g. types of programs initiated, estimated energy savings, load reduction, etc.)?
 - a. If yes, please explain how this information is tracked.
 - b. If no, please explain why the member companies do not keep track of the energy efficiency measures they implement.

RESPONSE:

5. Has Witness Higgins performed a study or analysis which quantifies the costs (time, resources, money, etc.) of industrial customers substantiating their energy efficiency efforts?

RESPONSE:

6. What factors are considered by industrial customers in deciding whether to participate in a utility's energy efficiency program offerings or to implement an energy efficiency measure on their own? What are the levels and/or timing of paybacks and/or returns that are expected in choosing to implement energy efficiency programs?

RESPONSE:

7. Referring to page 2, line 9 of Witness Higgins's Supplemental Testimony, recommending each utility compile information and support a report on the efficiency efforts of industrial customers in their service territory, please explain why an industrial customer opting out of a utility's demand side management program should not be required to demonstrate that the customer has in fact implemented its own energy efficiency measures.

RESPONSE:

- 8. Referring to page 2, line 9 of Witness Higgins's Supplemental Testimony, recommending each utility compile information and support a report on the efficiency efforts of industrial customers in their service territory:
 - a. How does the witness recommend the utility acquire and compile such information?
 - b. How does the Witness recommend the costs of performing such a study and compiling such information be allocated? If the witness believes that such costs should be born by anyone other than the industrial customers, please explain why this is reasonable.
 - c. Would the witness support a process where the customer wishing to opt out of the utility energy efficiency program provides information to the utility regarding the energy efficiency measures which have been implemented?

RESPONSE:

CERTIFICATE OF SERVICE

I certify that a copy of the attached Requests for Information to the KIUC on behalf of Duke Energy Kentucky, Inc. has been served by UPS overnight mail to the following parties on this _____ day of April, 2008:

Paul D. Adams Office of the Attorney General Utility & Rate 1024 Capital Center Drive Suite 200 Frankfort, KY 40601

Lonnie E. Bellar Vice President – State Regulation Kentucky Utilities Company 220 West Main Street Louisville, KY 40202

Joe F. Childers Getty & Childers 1900 Lexington Financial Center 250 West Main Street Lexington, KY 40507

Michael H. Core President/CEO Big Rivers Electric Corporation 201 third Street Henderson, KY 42420

John M. Dosker General Counsel Stand Energy Corporation 1077 Celestial Street Building 3, Suite 110 Cincinnati, OH 45202

Tyson A. Kamuf Attorney at Law Sullivan, Mountjoy, Stainback & Miller, PSC 100 St. Ann Street Owensboro, KY 42302 Lisa Kilkelly Attorney at Law Legal aid Society 416 West Muhammad Ali Boulevard Suite 300 Louisville, KY 40202

Michael L. Kurtz Attorney at Law Boehm, Kurtz & Lowry 36 East Seventh Street Suite 1510 Cincinnati, OH 45202

Charles A. Lile Senior Corporate Counsel East Kentucky Power Cooperative, Inc. 4775 Lexington Road Winchester, KY 40392

Timothy C. Mosher President Kentucky Power /American Electric Power 101A Enterprise Drive Frankfort, KY 40602

Mark R. Overstreet Attorney at Law Stites & Harbison 421 West Main Street Frankfort, KY 40602

Stephen A. Sanders Appalachian Citizens Law Center, Inc. 52 Broadway Suite B Whitesburg, KY 41858

Rocco O. D'Ascenzo Jason Renzelmann

Ronnie Thomas Operation Superintendent East Kentucky Power Cooperative 4775 Lexington Road Winchester, KY 40392