



Stephanie L. Stumbo
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
Frankfort, KY 40601

RECEIVED

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PUBLIC SERVICE
COMMISSION

Kentucky Utilities Company
State Regulation and Rates
220 West Main Street
PO Box 32010
Louisville, Kentucky 40232
www.eon-us.com

Robert M. Conroy
Director - Rates
T 502-627-3324
F 502-627-3213
robert.conroy@eon-us.com

December 5, 2008

RE: APPLICATION OF KENTUCKY UTILITIES COMPANY FOR AN
ADJUSTMENT OF BASE RATES - Case No. 2008-00251

APPLICATION OF KENTUCKY UTILITIES COMPANY TO FILE
DEPRECIATION STUDY - Case No. 2007-00565

Dear Ms. Stumbo:

Please find enclosed and accept for filing the original and ten (10) copies of an Revised Response of Kentucky Utilities Company to the Attorney General's (AG) Initial Requests for Information dated August 27, 2008, in the above-referenced matters.

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

Sincerely,

Robert M. Conroy

Enclosures

cc: Parties of Record

Counsel of Record

Allyson K. Sturgeon, Senior Corporate Attorney – E.ON U.S. LLC
Robert M. Watt – Stoll Keenon Ogden PLLC (Kentucky Utilities)
Kendrick R. Riggs – Stoll Keenon Ogden PLLC (Kentucky Utilities)
W. Duncan Crosby – Stoll Keenon Ogden PLLC (Kentucky Utilities)
Dennis Howard II – Office of the Attorney General (AG)
Lawrence W. Cook – Office of the Attorney General (AG)
Paul D. Adams – Office of the Attorney General (AG)
Michael L. Kurtz – Boehm, Kurtz & Lowry (KIUC)
David C. Brown – Stites and Harbison (Kroger)
Willis L. Wilson – LFUCG Department of Law (LFUCG)
Joe F. Childers – Getty & Childers PLLC (CAK and CAC)

Consultants to the Parties

Steve Seelye – The Prime Group (E.ON U.S. LLC)
William A. Avera – FINCAP, Inc (E.ON U.S. LLC)
John Spanos – Gannett Fleming, Inc. (E.ON U.S. LLC)
Robert Henkes (AG)
Michael Majoros – Snavelly King Majoros O'Connor & Lee (AG)
Glenn Watkins – Technical Associates (AG)
Dr. J. Randall Woolridge – Smeal College of Business (AG)
Lane Kollen – Kennedy and Associates (KIUC)
Kevin C. Higgins – Energy Strategies, LLC (Kroger)

VERIFICATION

STATE OF KENTUCKY)
) SS:
COUNTY OF JEFFERSON)

The undersigned, **Shannon L. Charnas**, being duly sworn, deposes and says that she is the Director, Utility Accounting for Kentucky Utilities Company, that she has personal knowledge of the matters set forth in the responses for which she is identified as the witness, and the answers contained therein are true and correct to the best of her information, knowledge and belief.


SHANNON L. CHARNAS

Subscribed and sworn to before me, a Notary Public in and before said County and State, this 5th day of December, 2008.

 (SEAL)
Notary Public

My Commission Expires:

November 9, 2010

KENTUCKY UTILITIES COMPANY

CASE NO. 2008-00251

CASE NO. 2007-00565

December 5, 2008 Revised Response to Initial Requests
for Information of the Attorney General
Dated August 27, 2008

Question No. 65

Responding Witness: Shannon L. Charnas/Lonnie E. Bellar

Q-65. With regard to expenses related to the Edison Electric Institute (EEI), please provide the following information:

- a. Total EEI expenses booked in the test year.
- b. Breakout (in approximate percentages) of the various EEI activities in the same format and detail as per the Company's response to AG-1-85(c) in LG&E's prior rate case, Case No. 2003-00433.

A-65.

- a. Total EEI expenses booked in the test year are \$420,184.90. This amount includes all amounts paid directly to EEI or by means of a Company procurement card. The Company's employee expense reimbursement system does not provide individual vendor detail, so payments to EEI made directly by employees, for items such as course fees, are not included in this amount.
- b. Beginning in 2007, EEI is no longer preparing the breakout of activities by NARUC category as provided in the last rate case. The amount of KU's total EEI expenses in the test year spent on lobbying are as follows:

Activities	Amount	Percentage of Lobbying Per EEI	Lobbying Amount per EEI
EEI Dues:			
Regular Activities	\$ 270,929	16.15%	\$ 43,755
Industry Issues Separately Funded Activities (SFA)	26,688	35.86%	9,570
Environmental SFA	103,344	15.02%	15,522
Mutual Assistance Program	2,080	0.00%	-
Total Dues	\$ 403,041		\$ 68,847
EEI Training	17,144	0.00%	-
Total Paid EEI	\$ 420,185		\$ 68,847