Steven L. Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet



Commonwealth of Kentucky Public Service Commission 211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov David L. Armstrong Chairman

James W. Gardner Vice Chairman

> Linda Breathitt Commissioner

MEMORANDUM

TO: File in Case 2012-00221 – Kentucky Utilities Co.

FROM: PSC Staff

DATE: November 16, 2012

RE: Public comment meetings

Public comment meetings in the above-referenced case were conducted on The evenings of 11/8 in Harlan and 11/15 in Lexington. Comments received are summarized below.

HARLAN – Southeast Kentucky Community and Technical College

No members of the public attended. No comments were received.

LEXINGTON – Lexington Public Library – Main branch

Six members of the public attended. Four people made oral comments.

David Woolverton, Richmond: Expressed concern over the level of executive compensation for both parent company PPL and Kentucky Utilities Co./Louisville Gas & Electric Co. and board of director compensation at PPL. Suggested that executive compensation be reduced and that shareholders bear the costs of any necessary expansion of facilities.



Vanta Coda, Lexington – Submitted questions regarding the accounting treatment of electric generation facilities that will be retired and reductions in personnel related to retirement of coal-burning generation and replacement with facilities powered by natural gas.

Matt Partymiller, Lexington – Noted that the proposed revenue increase would result from a 50% increase in the monthly service charge and a 3.5% increase in the usage charge. For customers who have invested in energy efficiency at their home and business, this reduces return on those investments and creates disincentives for further investment in efficiency. Furthermore, allocating too much revenue to the fixed portion of the bill has the following negative consequences:

- Disproportionate impact on low-income consumers with modest energy usage
- Environmental consequences of discouraging energy conservation, in part by allowing consumption to increase and create the need for additional capacity
- Obscures the real costs of energy usage
- Doesn't distribute costs equitably by allowing large-volume consumers to act as free riders on those who practice efficiency
- Creates challenges in educating customers about the true cost of energy and the need for conservation

Ginger Watkins, Lexington – Supported Mr. Partymiller's comments, saying that the proposed rate design would serve as a disincentive to energy conservation.

Several written comments were received and will be placed into the case record.



An Equal Opportunity Employer M/F/D

Kentucky Utilities Co. – Case No. 2012-00221

Harlan - November 8, 2012

Name	Address	DO YOU WISH TO SPEAK?
1 Michael Z. F.	itra	YES NO
2 LONNIE Bellt	2	YES NO
3 Monica Brau	\sim	YES NO
4 Robert Con	~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~	YES NO
5 Cliff Fotham		YES NO
6 Aaron Ame	nt	YES NO
7 Darleze home		YES NO
8 Januny Coll	<u> </u>	YES NO
9		YES NO
10		YES NO

Kentucky Utilities Co. – Case No. 2012-00221

Lexington - November 15, 2012

N	ame Address Inant Ridge	DO YOU W	NISH AK?
1	Address David O, Woolverton Richmond, KX	YES	NO
2	David Freibort	YES	NO
3_	Cliff Feltham	YES	NO
4	Chris Wihinger	YES	NO
5_	Dehinis Koward U OAG	YES	(NO)
6	Enger Waterns 413 Schog Maple Way	YES	(NO)
7_	TOMMY Course in it	YES	NO
8_		YES	NO
9_		YES	NO
10		YES	NO

Kentucky Utilities Co. – Case No. 2012-00221

Lexington - November 15, 2012

Name	Address	DO YOU \ TO SPE	
1 VAN	TA E. CODA, 751 Bravington Way, Lexensten, Ky 405	103 (YES)	NO
2 2	that Convy	YES((NO)
3 Lin	H Partymiller Goil Hunters Green G Lex KY 40509	YES	NO
4 /2.	H Partymiller Goil Hunters Gren & Lex KY 40509	YES	DNO
5		YES	NO
6		YES	NO
7		YES	NO
8		YES	NO
9		YES	NO
10		YES	NO

Kentucky Utilities Co. – Case No. 2012-00221

Lexington - November 15, 2012

