

Mr. Jeff DeRouen Executive Director Kentucky Public Service Commission 211 Sower Boulevard Frankfort, Kentucky 40602-0615

April 30, 2014

RECEIVED

APR 3 0 2014

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

Rick E. Lovekamp Manager – Regulatory Affairs T 502-627-3780 F 502-627-3213 rick.lovekamp@lge-ku.com

RE: <u>Request of Louisville Gas and Electric Company to Cancel and</u> <u>Withdraw the Tariffs for its Responsive Pricing and Smart Metering</u> <u>Pilot Program</u> Case No. 2011-00440

Dear Mr. DeRouen:

On July 12, 2007, the Commission issued an Order in Case No. 2007-00117¹ approving a three-year Responsive Pricing and Smart Meter Pilot Program ("Smart Meter Pilot") for Louisville Gas and Electric Company ("LG&E"). Two tariffs were approved for use under the Smart Meter Pilot-the Residential Responsive Pricing Service tariff ("Rate RRP") and the General Responsive Pricing Service tariff ("Rate GRP"). The Commission's Order was amended on October 7, 2008 to allow employees of the General Electric Company to participate in the Smart Meter Pilot. On July 1, 2011, LG&E submitted its final evaluation report to the Commission regarding the Smart Meter Pilot.

On March 22, 2012, the Commission issued an Order in Case No. 2011-00440 approving discontinuance of LG&E's Smart Meter Pilot, and the cancellation and withdrawal of Rate RRP and Rate GRP tariffs. Additionally, the Commission ordered, "LG&E shall submit a report describing its efforts to develop a new program every three months until it has submitted a dynamic pricing or smart meter application for the Commission's consideration, with its first report to be filed three months from the date of this order."

¹ Case No. 2007-00117, Application of Louisville Gas and Electric Company for an Order Approving a Responsive Pricing and Smart Metering Pilot Program (Ky. PSC, Jul. 12, 2007).

On January 17, 2014 LG&E and Kentucky Utilities Company ("KU") (collectively "the Companies") filed an application requesting approval of their proposed 2015-2018 Demand-Side Management and Energy Efficiency Program Plan and the proposed Demand Side Management cost recovery tariffs in Case No. 2014-00003. The Companies Plan includes a proposed Advanced Metering Systems program in this application. The Advanced Metering Systems program will allow up to 5,000 LG&E and 5,000 KU residential and small commercial customers to choose to have an advanced meter installed on a purely optional first-come-first-serve basis. The goal of the Advanced Metering Systems is to put in place the communications and control infrastructure necessary for possible future advanced-meter deployments, as well as to provide participating customers more detailed information about their consumption.

As the Companies have submitted a smart meter application for the Commission's consideration in Case No. 2014-00003, LG&E has satisfied the reporting requirements and no additional reports are planned in response to the Commission's Order in Case No. 2011-00440.²

Should you have any questions please contact me at your convenience.

Sincerely,

at E. Contan

Rick E. Lovekamp

State State State State

the state of the second second

² Case No. 2011-00440, Request of Louisville Gas and Electric Company to Cancel and Withdraw the Tariffs for its Responsive Pricing and Smart Metering Pilot Program (Ky. PSC, Mar. 22, 2012, Ordering Paragraph No. 2).