

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF DUKE ENERGY KENTUCKY,) CASE NO.
INC. TO EXPAND ITS SMART SAVER CUSTOM) 2013-00097
ENERGY EFFICIENCY PROGRAM)

COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION TO
DUKE ENERGY KENTUCKY, INC.

Duke Energy Kentucky, Inc. ("Duke Kentucky"), pursuant to 807 KAR 5:001, is to file with the Commission the original and eight copies of the following information, with a copy to all parties of record. The information requested herein is due on or before April 5, 2013. Responses to requests for information shall be appropriately bound, tabbed, and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or the person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Duke Kentucky shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which Duke Kentucky fails or refuses to furnish all or part of the requested information, it shall

provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention shall be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request.

1. Refer to paragraph 13, page 4, of the Application, where it states:

Response to the Custom Program has been robust and, through the first six months of Duke Energy Kentucky's current fiscal year (December 21, 2012) [sic], the Company has nearly expended its budget for the entire fiscal year (which ends [sic] of June 30, 2013). Duke Energy Kentucky had budgeted a participation level of 46, but has seen an actual participation level of 375 over the same period. Duke Energy Kentucky estimates that the Custom Program could approach double that participation by June 30, 2013, if it was not constrained.

- a. Provide the most current available amount expended for the Smart Saver Custom Energy Efficiency Program ("Custom Program") and describe the type(s) of expenditures.

- b. State how the budgeted participation level of 46 and the actual participation level of 375 are different than the incremental participation level of 850 for the Smart Saver Custom Energy Efficiency Incentive Program (Pilot) as shown in the table at the bottom of page 6 in Duke Kentucky's Application in Case No. 2012-00495.¹

2. Refer to paragraph 14, page 4, of the Application. Provide the most current available amount of energy savings for the Custom Program.

¹ Case No. 2012-00495, Application of Duke Energy Kentucky, Inc. for the Annual Cost Recovery Filing for Demand Side Management (Ky. PSC filed Nov. 15, 2012).

3. Refer to paragraph 16, page 5, of the Application, where it states:

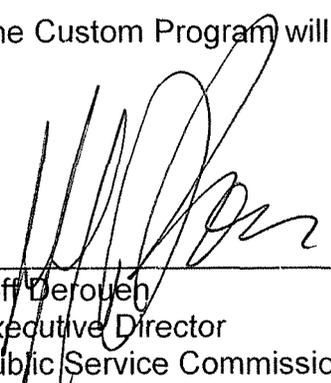
In light of the foregoing, Duke Energy Kentucky requests that the Commission increase the budget (including program costs, lost revenues and shared savings) for the Custom Program to \$195,000 for the remainder of the current fiscal year. Duke Energy Kentucky will recommend a more permanent adjustment in the course of filing its next annual DSM application.

a. Provide a breakdown of the requested increase by program costs, lost revenues, and shared savings.

b. Provide the amount, if known, that Duke Kentucky may request in its next Demand-Side Management ("DSM") application for the Custom Program.

c. By DSM factor(s), provide the changes in the DSM factor(s) that would result from increasing the Custom Program budget to \$195,000.

4. If the Commission were to grant the requested increase in the budget amount, state whether the cost-effectiveness of the Custom Program will change, and if so, provide the results.



Jeff Derouen
Executive Director
Public Service Commission
P.O. Box 615
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DATED MAR 27 2013

cc: Parties of Record

Case No. 2013-00097

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