

**COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION**

In the Matter of:

**AN EXAMINATION OF THE APPLICATION OF THE)
FUEL ADJUSTMENT CLAUSE OF LOUISVILLE GAS) CASE NO.
AND ELECTRIC COMPANY FROM NOVEMBER 1, 2013) 2014-00228
THROUGH APRIL 30, 2014)**

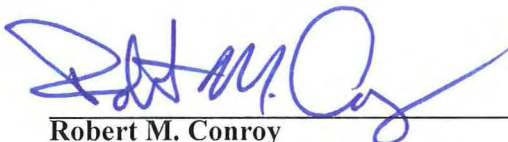
**REVISED RESPONSE TO QUESTION NO. 2 OF
LOUISVILLE GAS AND ELECTRIC COMPANY
TO
INFORMATION REQUESTED IN
APPENDIX OF COMMISSION'S ORDER
DATED AUGUST 13, 2014**

FILED: NOVEMBER 7, 2014

VERIFICATION

COMMONWEALTH OF KENTUCKY)
) SS:
COUNTY OF JEFFERSON)

The undersigned, **Robert M. Conroy**, being duly sworn, deposes and says that he is Director - Rates for LG&E and KU Services Company, and that he has personal knowledge of the matters set forth in the responses for which he is identified as the witness, and the answers contained therein are true and correct to the best of his information, knowledge and belief.



Robert M. Conroy

Subscribed and sworn to before me, a Notary Public in and before said County and State, this 6th day of November 2014.



(SEAL)

Notary Public

My Commission Expires:

July 11, 2018

LOUISVILLE GAS AND ELECTRIC COMPANY

**Response to Information Requested in Appendix of
Commission's Order Dated August 13, 2014**

Case No. 2014-00228

REVISED RESPONSE FILED NOVEMBER 7, 2014

Question No. 2

Witness: Robert M. Conroy

- Q-2. For the period from November 1, 2013, through April 30, 2014, list each vendor from whom natural gas was purchased for generation and the quantities and the nature of each purchase (e.g., spot or contract). For contract purchases, state whether the contract has been filed with the Commission. If no, explain why it has not been filed.
- A-2. Please see the attachment for the list of vendors, associated quantities, and the nature of the natural gas purchases. Natural gas purchases (other than purchases made pursuant to the Special Contract referenced below) are purchased solely on an 'as-needed, spot market basis. LG&E/KU (jointly) has executed Master Agreements with various natural gas suppliers that provide a contractual framework for potential spot purchase transactions. These Master Agreements include no specific price, volume, delivery period or location information and therefore do not form a purchase transaction. As such, these Master Agreements have not been filed with the Commission. These Master Agreements enable spot purchases to occur as needed.

Purchases from Louisville Gas and Electric Company are primarily for LG&E-owned coal and gas fired generation and are made in accordance with a Special Contract under 807 KAR 5:011 Section 13.¹ Additionally, purchases from Columbia Gas are for KU-owned generation served by the local distribution company.

¹ The Special Contract for Firm Gas Sales and Firm Transportation Service dated September 28, 2007 and effective April 11, 2008, between Louisville Gas and Electric Company, on behalf of its Gas Distribution Business, and Louisville Gas and Electric Company and Kentucky Utilities Company, on behalf of their Electric Generation Business, was approved by the Kentucky Public Service Commission in Case No. 2007-00449.

LG&E and KU have joint ownership in the following combustion turbine units:

Original Table:

Station	Units	LG&E Ownership	KU Ownership
Trimble County	5 and 6	29%	71%
Trimble County	7, 8, 9 and 10	37%	63%
Brown	5	53%	47%
Paddy's Run	13	53%	47%

Revised Table:

Station	Units	LG&E Ownership	KU Ownership
Trimble County	5 and 6	29%	71%
Trimble County	7, 8, 9 and 10	37%	63%
Brown	5	53%	47%
Paddy's Run	13	53%	47%
Brown	6 and 7	38%	62%

Fuel expenses for actual commodity used and associated pipeline transport charges, if any, are allocated to the Companies based on their respective ownership percentages.