VERIFICATION

COMMONWEALTH OF KENTUCKY)) SS: COUNTY OF JEFFERSON)

The undersigned, **Gregory J. Meiman**, being duly sworn, deposes and says that he is Vice President, Human Resources for Louisville Gas and Electric Company and Kentucky Utilities Company, an employee of 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.

Ter Gregory J. Meiman

Subscribed and sworn to before me, a Notary Public in and before said County

and State, this 1844 day of March 2017.

Udy Schooler Public (SEAL)

My Commission Expires: JUDY SCHOOLER Notary Public, State at Large, KY My commission expires July 11, 2018 Notary ID # 512743

VERIFICATION

COMMONWEALTH OF KENTUCKY)) SS: COUNTY OF JEFFERSON)

The undersigned, **Lonnie E. Bellar**, being duly sworn, deposes and says that he is Senior Vice President – Operations for Louisville Gas and Electric Company and Kentucky Utilities Company and an employee of 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.

onnie E. Bellar

Subscribed and sworn to before me, a Notary Public in and before said County

and State, this A7th day of March 2017.

udy Schooler (SEAL)

My Commission Expires: JUDY SCHOOLER Notary Public, State at Large, KY My commission expires July 11, 2018 Notary ID # 512743

KENTUCKY UTILITIES COMPANY

CASE NO. 2016-00370

March 28, 2017 Supplemental Response to Supplemental Requests for Information of Kroger Dated February 7, 2017

Question No. 3

Responding Witness: Gregory J. Meiman

- Q-3. Please refer to KU's response to KIUC's First Set of Data Requests, Nos. 1-18.
 - a. Has KU eliminated the Net Income goal in its incentive compensation plan effective in 2017? If not, please provide the percentage weighting applicable to the Net Income goal in 2017.
 - b. Does KU anticipate including a Net Income goal in its incentive compensation plan in 2018? If so, please provide the percentage weighting that KU anticipates applying to the Net Income goal in 2018.
 - c. Are the amounts provided in response to KIUC's First Set of Data Requests Nos. 1-18 Total Company or Kentucky Jurisdictional amounts? If the former, please provide the Kentucky Jurisdictional amounts for each goal. If the latter, please provide the Total Company amounts for each goal.
 - d. Please provide the workpapers, in Excel format with formulas intact, that derive KU's Test Period incentive compensation expense as presented in KU's response to KIUC's First Set of Data Requests Nos. 1-18, including the derivation of the expense applicable to each goal.
- A-3. <u>Original Response</u>.
 - a. Yes, it is eliminated
 - b. No.
 - c. The amounts in KIUC 1-18 were Total Company. The amounts shown below are Kentucky Jurisdictional amounts.

Total Team Incentive Award	2015	2016	Base Period	Test Period
	6 504 205	2 2 4 2 4 9 1	0 5 4 5 0 0 0	
Net Income	6,584,295	3,342,481	2,545,288	-
Cost Control	-	-	201,687	1,447,255
Customer Reliability	-	-	201,687	1,447,255
Customer Satisfaction	1,796,639	1,822,208	1,665,126	1,447,255
Safety	-	1,713,353	1,565,655	1,447,255
Individual / Team				
Effectiveness	4,057,335	4,237,694	3,872,387	4,631,216
Total	12,438,269	11,115,736	10,051,830	10,420,237

d. See attachment being provided in Excel format.

March 28, 2017 Supplemental Response for Question No. 3(d)

d. See the attached Excel file, which has been corrected to replace the inaccurate "Capital Spend" labels in the "summary" and "Goal results" tabs with "Customer Reliability." Similarly, the attached file has been corrected to replace the inaccurate "Other Operating and Maintenance" and "Other O&M" labels in the "summary" and "Goal results" tabs with "Cost Control."

The attachment is being provided in a separate file in Excel format.

KENTUCKY UTILTIES COMPANY

CASE NO. 2016-00370

March 28, 2017 Response to Second Request for Information of Kroger Dated February 7, 2017

Question No. 9

Responding Witness: Lonnie E. Bellar

Q-9. For each year 2012 through 2016, please provide in Excel format, by generating unit and FERC account, the actual major generator and major turbine overhaul expense incurred, on a Total Company and Kentucky jurisdictional basis. If actual data is not yet available for 2016, please provide the Company's best estimate.

A-9. Original Response:

See attachment being provided in Excel format.

March 28, 2017 Supplemental Response to Question No. 9:

A revised attachment is being provided in Excel format. The attachment has been corrected to exclude the ECR accounts out of the actual and base years.

The attachment is being provided in a separate file in Excel format.