



Duke Energy
139 E. Fourth Street
Cincinnati, OH 45202

December 13, 2016

Kentucky Public Service Commission
Attn: Mr. Aaron Greenwell, Executive Director
211 Sower Boulevard
Frankfort, Kentucky 40602

Dear Mr. Greenwell:

Enclosed for electronic filing are Duke Energy Kentucky's ("Duke") "Monthly Report of Gas Cost Calculations and Tariff Schedules," for the month commencing with the January 2017 revenue month in accordance with KPSC order dated November 6, 2003 in Case No. 2003-00386. This filing is based on supplier tariff rates expected to be in effect on January 3, 2017 and the NYMEX close on December 9, 2016 for the month of January 2017. An original will be sent within the required two (2) business days.

The above described schedules and GCA are effective with the final meter readings of District 1, January 2017 revenue month (i.e., final meter readings on and after January 3, 2017).

Duke's proposed GCA is \$5.019 per Mcf. This rate represents an increase of \$0.813 per Mcf from the rate currently in effect for December 2016.

Very truly yours,

A handwritten signature in cursive script that reads 'Dana Patten'.

Dana Patten

Enclosure

cc: L. Schmidt

R:/tariffs/gcr/ulhp/gca monthly filing.doc