

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC EXAMINATION BY THE PUBLIC)
SERVICE COMMISSION OF THE ENVIRONMENTAL)
SURCHARGE MECHANISM OF LOUISVILLE) CASE NO. 2018-00052
GAS AND ELECTRIC COMPANY FOR THE SIX-MONTH)
BILLING PERIOD ENDING OCTOBER 31, 2017)

MOTION OF LOUISVILLE GAS AND ELECTRIC COMPANY
FOR CLARIFICATION OF JUNE 28, 2018 ORDER

Pursuant to KRS 278.400, Louisville Gas and Electric Company (“LG&E”) respectfully moves the Kentucky Public Service Commission (“Commission”) to clarify its June 28, 2018 Order (“Order”) in this proceeding. Beginning on page 1 of the testimony of Derek A. Rahn and shown in Exhibit DAR-1 filed on March 14, 2018, the Company requested approval of proposed changes to its monthly ES Forms 2.00 and 2.01 to properly account for the amortization of excess accumulated deferred income taxes (“ADIT”) with gross-up. The proposed change will more accurately demonstrate that the deferred tax expense reduction associated with the amortization of excess ADIT should be grossed up and included as a reduction to the operating expense component of the ECR mechanism. As part of the settlement agreement in the pending Tax Complaint in Case No. 2018-00034, LG&E committed to proposing modifications to its monthly ES Forms to allow for the return of excess ADIT. The Commission has historically approved changes to a utility's ES forms, and in fact did so recently in a Kentucky Utilities Company ECR Plan case.¹

¹ *In the Matter of: ELECTRONIC APPLICATION OF KENTUCKY UTILITIES COMPANY FOR A CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY AND APPROVAL OF AMENDMENT TO ITS 2016 COMPLIANCE PLAN FOR RECOVERY BY ENVIRONMENTAL SURCHARGE*, Case No. 2017-00483, Order of July 9, 2018, p. 14.

WHEREFORE, Louisville Gas and Electric Company respectfully requests that the Commission clarify its June 28, 2018 Order in this proceeding, to expressly approve the proposed changes to LG&E's ES Forms 2.00 and 2.01.

Dated: July 13, 2018

Respectfully submitted,



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