

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF KENTUCKY)
UTILITIES COMPANY FOR AUTHORIZATION)
OF CHANGES IN SERVICE TERRITORY) **CASE NO. 2021-00372**
WITH SOUTH KENTUCKY RURAL ELECTRIC)
COOPERATIVE CORPORATION)


JANUARY 20, 2022 CORRECTED RESPONSE OF
KENTUCKY UTILITIES COMPANY
TO
COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION
DATED DECEMBER 21, 2021

FILED: JANUARY 20, 2022


VERIFICATION

COMMONWEALTH OF KENTUCKY)
)
COUNTY OF JEFFERSON)

The undersigned, **Rick E. Lovekamp**, being duly sworn, deposes and says that he is Manager - Regulatory Strategy/Policy for 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.


_____)
Rick E. Lovekamp

Subscribed and sworn to before me, a Notary Public in and before said County and State, this 20th day of January 2022.


_____)
Notary Public
Notary Public ID No. 603967

My Commission Expires:
July 14, 2022

KENTUCKY UTILITIES COMPANY

**January 20, 2022 Corrected Response to Commission Staff's
First Request for Information
Dated December 21, 2021**

Case No. 2021-00372

Question No. 3

Responding Witness: Rick E. Lovekamp

Q-3. Explain whether KU will charge the new residents different rates than the rates the new residents would have paid to South Kentucky RECC, and provide a schedule comparing the rates the new residents will be pay to KU and would have paid to South Kentucky RECC.

A-3. Original Response

KU will charge the customers the applicable tariff rates that have been approved by the Kentucky Public Service Commission.

The table below provides a comparison of the KU and South Kentucky RECC rates that have been approved by the Kentucky Public Service Commission. December 2021 billing factors were used and does not include taxes and franchisee fees.

Description	Kentucky Utilities Company		South Kentucky RECC	
Customer Charge		\$ 16.43		\$ 13.29
Energy Charge per kWh	\$ 0.09699	96.99	\$ 0.08433	84.33
Fuel Adjustment Clause	\$ 0.00293	2.93	\$ 0.01760	17.60
Environmental Cost Recovery Surcharge	2.74%	3.20	14.75%	16.99
Demand-Side Management Cost Recovery Mechanism	\$ 0.00086	0.86	\$ -	-
Economic Relief Surcredit	\$ (0.00068)	(0.68)	\$ -	-
Home Energy Assistance		0.30		-
Estimated Bill Comparison Total		\$ 120.03		\$ 132.21
Bill Comparison Assumptions				
Both estimated bills are calculated with a usage of 1,000 kWh				
Kentucky Utilities Company				
Residential Service Tariff, P.S.C. No. 20, Second Revision of Sheet No. 5, Effective Date December 6, 2021				
Customer Charge (\$0.53/per day x 31 days)				
Fuel Adjustment Clause includes the Off-System Sales Adjustment Clause				
South Kentucky RECC				
Residential, Farm and Non-Farm Service, P.S.C. No. 7, 18th Revised Sheet No. T-1, Effective Date October 1, 2021				

January 20, 2022 Corrected Response

The table below provides a corrected comparison of the KU and South Kentucky RECC rates that have been approved by the Kentucky Public Service Commission. December 2021 billing factors were used and does not include taxes and franchisee fees.

Description	Corrected December 2021 Billing Factors			
	Kentucky Utilities Company		South Kentucky RECC	
Customer Charge		\$ 16.43		\$ 13.29
Energy Charge per kWh	\$ 0.09699	96.99	\$ 0.08433	84.33
Fuel Adjustment Clause	\$ 0.00175	1.75	\$ (0.00195)	(1.95)
Environmental Cost Recovery Surcharge	2.60%	3.01	14.70%	14.06
Demand-Side Management Cost Recovery Mechanism	\$ 0.00083	0.83	-	-
Economic Relief Surcredit	\$ (0.00068)	(0.68)	-	-
Home Energy Assistance		0.30		-
Estimated Bill Comparison Total		\$ 118.63		\$ 109.73

Bill Comparison Assumptions			
Both estimated bills are calculated with a usage of 1,000 kWh			
Kentucky Utilities Company			
Residential Service Tariff, P.S.C. No. 20, Second Revision of Sheet No. 5, Effective Date December 6, 2021			
Customer Charge (\$0.53/per day x 31 days)			
Fuel Adjustment Clause includes Off-System Sales Adjustment Clause			
South Kentucky RECC			
Residential, Farm and Non-Farm Service, P.S.C. No. 7, 18th Revised Sheet No. T-1, Effective Date October 1, 2021			

The table below provides an updated comparison of the KU and South Kentucky RECC rates that have been approved by the Kentucky Public Service Commission, using January 2022 billing factors and does not include taxes and franchisee fees.

Description	January 2022 Billing Factors			
	Kentucky Utilities Company		South Kentucky RECC	
Customer Charge		\$ 16.43		\$ 13.29
Energy Charge per kWh	\$ 0.09699	96.99	\$ 0.08433	84.33
Fuel Adjustment Clause	\$ 0.00293	2.93	\$ 0.01215	12.15
Environmental Cost Recovery Surcharge	2.74%	3.20	14.75%	16.19
Demand-Side Management Cost Recovery Mechanism	\$ 0.00086	0.86	-	-
Economic Relief Surcredit	\$ (0.00068)	(0.68)	-	-
Home Energy Assistance		0.30		-
Estimated Bill Comparison Total		\$ 120.03		\$ 125.96

Bill Comparison Assumptions			
Both estimated bills are calculated with a usage of 1,000 kWh			
Kentucky Utilities Company			
Residential Service Tariff, P.S.C. No. 20, Second Revision of Sheet No. 5, Effective Date December 6, 2021			
Customer Charge (\$0.53/per day x 31 days)			
Fuel Adjustment Clause includes Off-System Sales Adjustment Clause			
South Kentucky RECC			
Residential, Farm and Non-Farm Service, P.S.C. No. 7, 18th Revised Sheet No. T-1, Effective Date October 1, 2021			