COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In	the	Matter	of:

ELECTRONIC JOINT APPLICATION OF)
KENTUCKY UTILITIES COMPANY AND)
LOUISVILLE GAS AND ELECTRIC) CASE NO. 2022 00402
COMPANY FOR CERTIFICATES OF) CASE NO. 2022-00402
PUBLIC CONVENIENCE AND NECESSITY)
AND APPROVAL OF A DEMAND SIDE)
MANAGEMENT PLAN)

MAY 4, 2023 SUPPLEMENTAL RESPONSE OF
KENTUCKY UTILITIES COMPANY
AND
LOUISVILLE GAS AND ELECTRIC COMPANY
TO
THE METROPOLITAN HOUSING COALITION, KENTUCKIANS FOR THE
COMMONWEALTH, KENTUCKY SOLAR ENERGY SOCIETY AND
MOUNTAIN ASSOCIATION'S
INITIAL REQUEST FOR INFORMATION
DATED FEBRUARY 17, 2023

FILED: MAY 4, 2023

VERIFICATION

COMMONWEALTH OF KENTUCKY)
)
	,
COUNTY OF JEFFERSON)

The undersigned, **Lana Isaacson**, being duly sworn, deposes and says that she is Manager – Emerging Business Planning and Development for Louisville Gas and Electric Company and Kentucky Utilities Company, 220 West Main Street, Louisville, KY 40202, and that she has personal knowledge of the matters set forth in the responses for which she is identified as the witness, and the answers contained therein are true and correct to the best of her information, knowledge, and belief.

Lana Isaacson

Notary Public

Notary Public ID No. KINT 6328

My Commission Expires:

KENTUCKY UTILITIES COMPANY AND LOUISVILLE GAS AND ELECTRIC COMPANY

May 4, 2023 Supplemental Response to Metropolitan Housing Coalition, Kentuckians for the Commonwealth, Kentucky Solar Energy Society and Mountain Association's Initial Request for Information

Dated February 17, 2023

Case No. 2022-00402

Question No. 1.129

Responding Witness: Lana Isaacson

Q-1.129. Please refer to Exhibit JB-3.

- a. Please provide underlying workpapers for the PAYS cost-effectiveness screening in native format with formulas intact.
- b. Please explain the basis for including both an inflation rate (2.53%) and a discount rate (6.41%).
- c. Does the analysis consider the potential for wholesale purchase of equipment (e.g., heat pumps) and discounts relative to retail purchase? Please explain.
- d. Are the savings used in the analysis deemed savings, absolute savings, or as-found savings? Please explain.
- e. Does the analysis include coincidental peak load savings? If so, please provide the value(s) assumed for coincidental peak load savings. If not, please explain why not.
- f. Does the analysis account for future avoided costs? If so, please explain all assumptions used to account for future avoided costs. If not, please explain why not.
- g. Does the analysis assume any changes to electric utility or gas utility rates across time? If so, please state the assumed rates used. If not, please explain why not.
- h. Does the analysis make any assumptions related to applicable federal incentives for energy efficiency upgrades? Please explain.

A-1.129.

Original Response

a. See attachment provided in Excel format.

May 4, 2023 Supplemental Response

a. See attached. These two Excel files were not inputs to or used to calculate PAYS cost-effectiveness results; rather, they are data export files from Cadmus's Portfolio Pro Plus cost-benefit software, values from which appear in Tables 3 and 4 of the November 11, 2022 "Pay-As-You-Save Financing Program Cost Effectiveness Analysis" (Exhibit JB-3).

The attachments are being provided in separate files.