#### COMMONWEALTH OF KENTUCKY

## BEFORE THE PUBLIC SERVICE COMMISSION

#### In the Matter of:

ELECTRONIC APPLICATION OF LOUISVILLE	)	
GAS AND ELECTRIC COMPANY FOR	)	
APPROVAL OF REVISED GAS LINE TRACKER	)	CASE NO. 2024-00039
RATES EFFECTIVE FOR SERVICES	)	
RENDERED ON AND AFTER MAY 1, 2024	)	

## **APPLICATION**

Louisville Gas and Electric Company ("LG&E" or the "Company") hereby requests, pursuant to the Commission's Order in Case No. 2012-00222<sup>1</sup>, that the Commission issue an order approving its revised rates for its Gas Line Tracker Adjustment Clause ("GLT") effective for services rendered on and after May 1, 2024.

In support of this Application, the Company states as follows:

- 1. The full name and mailing address of LG&E is Louisville Gas and Electric Company, Post Office Box 32010, 220 W. Main Street, Louisville, Kentucky 40202. LG&E may be reached by electronic mail at the electronic mail addresses of its counsel and company representatives set forth below.
- 2. LG&E was incorporated in the Commonwealth of Kentucky on July 2, 1913 and attests that it is in good corporate standing.
- 3. LG&E is a utility engaged in the electric and gas business. LG&E generates and purchases electricity and distributes and sells electricity at retail in Jefferson County and portions

<sup>&</sup>lt;sup>1</sup> In the Matter of: Application of Louisville Gas and Electric Company for an Adjustment of its Electric and Gas Rates, a Certificate of Public Convenience and Necessity, Approval of Ownership of Gas Service Lines and Risers, and a Gas Line Surcharge, Case No. 2012-00222, Order of December 20, 2012.

of Bullitt, Hardin, Henry, Meade, Oldham, Shelby, Spencer, and Trimble Counties. LG&E also purchases, stores, and transports natural gas and distributes and sells natural gas at retail in Jefferson County and portions of Barren, Bullitt, Green, Hardin, Hart, Henry, Larue, Marion, Meade, Metcalfe, Nelson, Oldham, Shelby, Spencer, Trimble, and Washington Counties.

- 4. LG&E is a utility as defined by KRS 278.010(3)(a) and (b) and provides retail gas service to approximately 335,000 customers in seventeen counties within Kentucky.
- 5. In this filing, LG&E is submitting a revised tariff filing, a copy of which is attached hereto as Exhibit 1, setting forth revised rates for its GLT Adjustment Clause.
  - 6. LG&E proposes to change its GLT charges to the rates shown in the tables below:

    Rate Schedule Distribution Charge per Month

RGS,VFD Residential Gas Service, Volunteer Fire Dept.	
CGS, SGSS Commercial Gas Service, Substitute Gas Sales Service	
IGS, AAGS, DGGS, SPEC Industrial Gas Service, As-Available Gas Service, Distributed Generation Gas Service, Special Contract	\$177.94

# Rate Schedule - Transmission - Credit per Mcf

RGS,VFD Residential Gas Service, Volunteer Fire Dept.	
CGS, SGSS Commercial Gas Service, Substitute Gas Sales Service	
IGS, AAGS, DGGS, SPEC Industrial Gas Service, As-Available Gas Service, Distributed Generation Gas Service, Special Contract	
FT, LGDS Firm Transportation, Local Gas Delivery Service	\$0.0000

7. LG&E's summary of its revised GLT charges to become effective with services rendered on and after May 1, 2024 is attached as Exhibit 2. The distribution charge per month includes two parts: (1) a forecasted rate component based on the estimated GLT revenue

requirement for calendar year 2024 and (2) a true-up rate component that reconciles calendar year 2023 actual GLT program costs with GLT revenues collected in calendar year 2023. The current transmission credit per Mcf comprises only a true-up rate component since there are no gas transmission programs currently eligible to be recovered through the GLT. The transmission rate will be zero beginning May 1, 2024, as the current rate is trueing up GLT revenues collected in 2022 that are being returned to customers through April 30, 2024<sup>2</sup>.

- 8. The calculations and supporting documentation for the 2023 distribution true-up rate component are attached as Exhibit 3. The calculations and supporting documentation for the 2024 distribution forecasted rate component are attached as Exhibit 4.
- 9. When preparing the 2024 GLT rate update, the Company became aware of an issue with capital costs on one project not being appropropriately captured as GLT capital. The issue was assessed and the Company determined it impacted November 2022 through December 2023. In order to calculate the correct GLT revenue requirements in this filing for 2023, the Company has corrected the November 2022 and December 2022 data in its supporting calculations, along with reporting the correct January 2023 through December 2023 data, and determined that the 2022 actual GLT revenue requirement filed in Case No. 2023-00066<sup>3</sup> was understated by \$5,115. Since this issue resulted in a benefit to customers and is insignificant in amount, the Company will forgo collecting the \$5,115 from customers as an adjustment in this filing.
- 10. Pursuant to KRS 278.380, LG&E waives any right to service of Commission orders by mail for purposes of this proceeding only. Copies of all orders, pleadings, and other communications related to this proceeding should be directed to:

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<sup>&</sup>lt;sup>2</sup> In the Matter of: Electronic Application of Louisville Gas and Electric Company for Approval of Revised Gas Line Tracker Rates Effective for Services Rendered On and After May 1, 2023, Order of April 28, 2023, Case No. 2023-00066.

<sup>&</sup>lt;sup>3</sup> *Id*.

Robert M. Conroy
Vice President, State Regulation and Rates
LG&E and KU Services Company
220 West Main Street
Louisville, Kentucky 40202
robert.conroy@lge-ku.com

Andrea M. Fackler
Manager, Revenue Requirement/Cost of Service
LG&E and KU Services Company
220 West Main Street
Louisville, Kentucky 40202
andrea.fackler@lge-ku.com

Allyson K. Sturgeon
Vice President and Deputy General Counsel-Regulatory
Sara V. Judd
Senior Counsel
PPL Services Corporation
220 West Main Street
Louisville, Kentucky 40202
asturgeon@pplweb.com
svjudd@pplweb.com

**WHEREFORE**, Louisville Gas and Electric Company respectfully requests that the Commission issue an Order approving the revised rates for its GLT Adjustment Clause effective for services rendered on and after May 1, 2024.

Dated: March 1, 2024 Sincerely,

Allyson K. Sturgeon

Vice President and Deputy General Counsel-Regulatory

Jan V. Gal

Sara V. Judd

Senior Counsel

PPL Services Corporation

220 West Main Street

Louisville, Kentucky 40202

Counsel for Louisville Gas and Electric Company

## **CERTIFICATE OF COMPLIANCE**

In accordance with the Commission's Order on July 22, 2021 in Case No. 2020-00085 (Electronic Emergency Docket Related to the Novel Coronavirus COVID-19), this is to certify that the electronic filing has been transmitted to the Commission on March 1, 2024 and that there are currently no parties in this proceeding that the Commission has excused from participation by electronic means.

Counsel for Louisville Gas and Electric Company