



Matthew G. Bevin  
Governor

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Commonwealth of Kentucky  
**Public Service Commission**  
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Daniel E. Logsdon Jr.  
Vice Chairman

Robert Cicero  
Commissioner

June 20, 2016

PARTIES OF RECORD

Re: Case No. 2016-00026 and 2016-00027

Attached is a copy of a memorandum which is being filed in the record of the above-referenced cases. If you have any comments you would like to make regarding the contents of the memorandum please do so within five days of receipt of this letter.

If you have any questions, please contact Quang Nguyen, Commission Staff Attorney, at 502-782-2586.

Sincerely,

A handwritten signature in blue ink, appearing to read "Aaron D. Greenwell".

Aaron D. Greenwell  
Acting Executive Director

QN/ph

Attachments

**INTRA-AGENCY MEMORANDUM**

**KENTUCKY PUBLIC SERVICE COMMISSION**

**TO:** Case File

**FROM:** Quang D. Nguyen, Assistant General Counsel



**DATE:** June 17, 2016

**RE: Case No. 2016-00026**

Application of Kentucky Utilities Company for Certificates of Public Convenience and Necessity and Approval of its 2016 Compliance Plan for Recovery by Environmental Surcharge

- and -

**Case No. 2016-00027**

Application of Louisville Gas and Electric Company for Certificates of Public Convenience and Necessity and Approval of its 2016 Compliance Plan for Recovery by Environmental Surcharge

Pursuant to an Order issued on June 6, 2016, an informal conference was held on June 9, 2016, at the Commission's offices in Frankfort, Kentucky. The purpose of the informal conference was to discuss any and all issues in this matter and to allow the parties to engage in settlement discussions. A list of the attendees is attached hereto.

The parties negotiated a unanimous settlement agreement which is intended to resolve all issues in these cases. Commission Staff noted that the proposal to use the current Commission-approved 10 percent return on equity for the proposed 2016 Environmental Compliance Plans would need to be further examined during the formal hearing on these cases scheduled for June 14, 2016, in light of the return on equity awarded to other electric utilities in 2015, and the first quarter of 2016, as reported in the January 14, 2016, and April 15, 2016, editions of Regulatory Research Associates' Regulatory Focus.

There being no further discussions, the informal conference was adjourned.

Attachment

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTUCKY UTILITIES COMPANY FOR )  
CERTIFICATES OF PUBLIC CONVENIENCE AND  
NECESSITY AND APPROVAL OF ITS 2016 COMPLIANCE  
PLAN FOR RECOVERY BY ENVIRONMENTAL  
SURCHARGE

Case No. 2016-00026

&

APPLICATION OF LOUISVILLE GAS AND ELECTRIC  
COMPANY FOR CERTIFICATES OF PUBLIC  
CONVENIENCE AND NECESSITY AND APPROVAL OF  
ITS 2016 COMPLIANCE PLAN FOR RECOVERY BY  
ENVIRONMENTAL SURCHARGE

Case No. 2016-00027

=====  
June 9, 2016 Informal Conference  
=====

Please sign in:

**NAME**

**REPRESENTING**

Quang D. Nguyen

PSC

Richard Hoff

PSC - Legal

Julie R. Rife

S&D for LG&E - KU

Alyson K. Sturgeon

LG&E / KU

Chris Smith

LG&E / KU

Robert M. Conway

LG&E / KU

Duncan Crosby

Matthew Bauer

Mary Whitaker

Hent Chandler

Bob Russell

Ron Handzate

JOHN SHUPP

Molly Katen

Nancy Vinsel

John Park

SKO for LGTE-KU

PSC-FA

PSC-FA

KY-OAG

PSC - FA

PSC - FA

PSC - ENG.

PSC Legal

PSC Legal

PSC Legal

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