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Robert Cicero  
Vice Chairman

June 19, 2017

PARTIES OF RECORD

RE: Informal Conference for  
Case Nos. 2017-00003 and 2017-00004

Enclosed is a memorandum that has been filed in the record of the above-referenced case. Any comments regarding the content of this memorandum should be submitted to the Commission within seven days of receipt of this letter. Questions regarding this memorandum should be directed to Matthew Baer at (502) 782-2656.

Sincerely,

A handwritten signature in blue ink that reads "Talina R. Mathews".


Talina R. Mathews  
Executive Director

Enclosure

**INTRA-AGENCY MEMORANDUM**

**KENTUCKY PUBLIC SERVICE COMMISSION**

**TO:** Case File

**FROM:** Matthew Baer, Financial Analysis 

**DATE:** June 19, 2017

**RE:** Case No. 2017-00003  
Electronic Examination of the Application of the Fuel Adjustment Clause of Kentucky Utilities Company from November 1, 2014 through October 31, 2016

Case No. 2017-00004  
Electronic Examination of the Application of the Fuel Adjustment Clause of Louisville Gas & Electric Company from November 1, 2014 through October 31, 2016

On June 15, 2017, Commission Staff ("Staff") held a telephonic informal conference ("IC") with Kentucky Utilities Company ("KU") and Louisville Gas & Electric Company ("LG&E") (collectively the "Companies"). Staff's notice of the IC was issued on June 14, 2017. At the hearing in these matters, the Companies requested that if the Commission were to approve the requested changes in their base fuel rates, the proposed rates should be effective with service rendered, rather than with bills rendered. Commission Staff requested the IC to discuss the wording that would be needed in the final orders in these proceedings that would account for the lag between the expense month and the billing month that is inherent in the Companies' Fuel Adjustment Clause ("FAC"). The Companies suggested that if new base rates were effective August 1, 2017, for example, the order should state that the new base fuel rate should be used in the calculation of the FAC beginning with the expense month of August 2017.

There being nothing further to discuss, the meeting was adjourned.

Attachment: Sign-In Sheet





\*Honorable Allyson K Sturgeon  
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