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PUBLIC SERVICE
COMMISSION



Executive Director
Public Service Commission of Kentucky
211 Sower Boulevard
Frankfort, Kentucky 40602

March 10, 2016

LG&E and KU Energy LLC
State Regulation and Rates
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**Re: An Investigation into the Implementation of Economic
Development Rates by Electric and Gas Companies
LG&E and KU Annual Report
Administrative Case No. 327**

Dear Executive Director:

Pursuant to the Commission's Order of September 24, 1990 in Administrative Case No. 327, Louisville Gas and Electric Company ("LG&E") and Kentucky Utilities Company ("KU") each respectfully provide the annual reports for calendar year 2015.

The LG&E annual report for calendar year 2014 inadvertently reported Number of EDR contracts as three total, one existing customer, and two new customers. The numbers for calendar year 2014 for LG&E should have been five total, one existing customer, and four new customers.

Should you have any questions, please do not hesitate to contact me. Thank you for your assistance.

Sincerely,

Rick E. Lovekamp

ECONOMIC DEVELOPMENT RATE CONTRACT REPORT

UTILITY: Louisville Gas and Electric Company Reporting Year : 2015

		2015		Cumulative
		Reporting		
		Period		
1)	Number of EDR Contracts -	Total:	<u>5</u>	<u>5</u>
		Existing Customers:	<u>5</u>	
		New Customers:	<u>0</u>	
2)	Number of Jobs Created -	Total:	<u>0</u>	<u>169</u>
		Existing Customers:	<u>0</u>	
		New Customers:	<u>0</u>	
3)	Amount of Capital Investment -	Total:	<u>\$ -</u>	<u>\$ 26,169,953</u>
		Existing Customers:	<u>\$ -</u>	
		New Customers:	<u>\$ -</u>	
4)	Consumption -			
(A)	Demand, Billing Totals	Total:	<u>9,741 kVA</u>	<u>31,013 kVA</u>
		Existing Customers:	<u>9,741 kVA</u>	
		New Customers:	<u>0 kVA</u>	
(B)	Energy, Billing Totals	Total:	<u>29,229,600 kWh</u>	<u>74,371,200 kWh</u>
		Existing Customers:	<u>29,229,600 kWh</u>	
		New Customers:	<u>0 kWh</u>	
5)	Revenues			
(A)	Billing Revenues	Total:	<u>\$ 2,524,706</u>	<u>\$ 4,027,397</u>
		Existing Customers:	<u>\$ 2,524,706</u>	
		New Customers:	<u>\$ -</u>	
(B)	Marginal Costs	Total:	<u>\$ 1,262,420</u>	<u>\$ 1,890,221</u>
		Existing Customers:	<u>\$ 1,262,420</u>	
		New Customers:	<u>\$ -</u>	

ECONOMIC DEVELOPMENT RATE CONTRACT REPORT

UTILITY: Kentucky Utilities Company Reporting Year : 2015

		2015 Reporting Period	Cumulative
1)	Number of EDR Contracts -	Total: Existing Customers: New Customers:	<u>3</u> <u>2</u> <u>1</u>
			<u>3</u>
2)	Number of Jobs Created -	Total: Existing Customers: New Customers:	<u>200</u> <u>0</u> <u>200</u>
			<u>525</u>
3)	Amount of Capital Investment -	Total: Existing Customers: New Customers:	<u>\$ 44,433,231</u> <u>\$ -</u> <u>\$ 44,433,231</u>
			<u>\$ 99,433,231</u>
4)	Consumption -		
(A)	Demand, Billing Totals	Total: Existing Customers: New Customers:	<u>8,148 kVA</u> <u>4,400 kVA</u> <u>3,749 kVA</u>
			<u>19,462 kVA</u>
(B)	Energy, Billing Totals	Total: Existing Customers: New Customers:	<u>57,072,000 kWh</u> <u>42,744,000 kWh</u> <u>14,328,000 kWh</u>
			<u>113,097,600 kWh</u>
5)	Revenues		
(A)	Billing Revenues	Total: Existing Customers: New Customers:	<u>\$ 3,142,678</u> <u>\$ 2,331,258</u> <u>\$ 811,420</u>
			<u>\$ 5,748,014</u>
(B)	Marginal Costs	Total: Existing Customers: New Customers:	<u>\$ 1,948,982</u> <u>\$ 1,485,039</u> <u>\$ 463,942</u>
			<u>\$ 3,748,161</u>