Matthew G. Bevin Governor

Charles G. Snavely Secretary Energy and Environment Cabinet



Commonwealth of Kentucky **Public Service Commission** 211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov Michael J. Schmitt Chairman

> Robert Cicero Vice Chairman

Daniel E. Logsdon Jr. Commissioner

August 10, 2016

Chuck Session Duke Energy Kentucky, Inc. 139 East Fourth St, 1303 Main Cincinnati, OH 45201-0960

To whom it may concern:

Pursuant to the final order in Administrative Case No. 327 ("Admin 327") issued on September 24, 1990, formal guidelines were established for electric and gas utilities with respect to the implementation of economic development rates ("EDR"). Among other things, the Commission in Admin 327 found and directed that electric and gas utilities that have active and Commission-approved EDR special contracts "should file an annual report with the Commission detailing revenues received from individual EDR customers and the marginal costs associated with serving those individual customers." The Commission also found and directed all electric and gas utilities with active and Commission-approved EDR special contracts to file an annual report with the Commission providing the information set forth in Appendix A to the Commission's 1980 order (included as an attachment to this letter).

Given that the final order in Admin 327 was issued over 25 years ago, the Commission wants to take this opportunity to remind each jurisdictional electric and gas utility with active and Commission-approved EDR special contracts of these two annual filing requirements. The two annual filing requirements should be submitted by March 31 of each year. The filing requirement for the detailed revenues and marginal costs for individual customers applies only during the period associated with the discounted rate.

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Chuck Session August 10, 2016 Page 2

If you have any questions, please contact Quang Nguyen, Commission Staff Attorney, at 502-782-2586. Thank you for your attention to this matter.

Sincerely,

.R. Mathems

Talina R. Mathews Executive Director

Attachment

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APPENDIX A

111.1

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN ADMINISTRATIVE CASE NO. 327 DATED 9/24/90

YEAR: UTILITY: Current Reporting Cumulative Period 1) Number of EDR Contracts -Total: Existing Customers: New Customers: 2) Number of Jobs Created -Total: Existing Customers: New Customers: 3) Amount of Capital Investment -Total: Existing Customers: New Customers: 4) Consumption -Current Reporting Period Cumulative (A) DEMAND: ______KW MCP ______KW MCP ______KW MCP KW MCP Total: Existing Customers: KW MCF KW MCP New Customers: (B) ENERGY/CONSUMPTION: KWH MCP KWH MCP KWH MCF Total: KWH MCP Existing Customers: New Customers: KWH MCP KWH MCP

ECONOMIC DEVELOPMENT RATE CONTRACT REPORT