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September 26, 2018

Mark David Goss
Goss Samford, PLLC
2365 Harrodsburg Road, Suite B-325
Lexington KY 40504

Re: Case No. 2016-00169 Cumberland Valley Electric, Inc.
Expense Reduction Plan and Report

Dear Mr. Goss:

This letter is in follow up to the Supplemental Status Report filed on July 27, 2018 in the above-referenced case. We need additional information regarding cost savings associated with the elimination of the use of third party construction contractors.

In your filing, the cost savings for this category are calculated as amounts previously paid to third party contractors that are no longer being incurred because the work is being done in-house. Please refile the cost savings from the elimination of the use of third party construction contractors by comparing the amount previously paid to third party contractors to the actual cost to utilize Cumberland Valley Electric, Inc.'s employees for the same tasks. The difference between the two amounts will reflect the actual cost savings from eliminating third party contractors.

Please contact Nancy J. Vinsel, Assistant General Counsel, at 502-782-2582 if you have any questions.

Sincerely,



Gwen R. Pinson
Executive Director

njv

cc: Parties of Record

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