



Matthew G. Bevin
Governor

Charles G. Snively
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

Talina R. Mathews
Commissioner

April 17, 2019

PARTIES OF RECORD

RE: Case No. 2018-00416
Duke Energy Kentucky, Inc.

Please be advised that Commission Staff is in receipt and has reviewed Duke Energy Kentucky, Inc.'s (Duke Kentucky) April 10, 2019 filing in compliance with ordering paragraph 3 of the Commission's Order of March 23, 2019 in the above referenced case. Duke Kentucky submitted its accounting entries that effectuated the creation of the regulatory asset. Upon Commission Staff's review of the filing, it appears that the regulatory asset has been created under USoA account number, 186.984, Other Deferred Debits. In Duke Kentucky's Application in Case No. 2018-00416, paragraphs 16 and 17, Duke Kentucky stated that the regulatory asset would be created under USoA account number, 182.3, Other Regulatory Assets. Please confirm that Duke Kentucky has recorded the amounts associated with the authorized regulatory asset in account number 186.984 rather than in account number 182.3. If confirmed, explain why Duke Kentucky deviated from the Journal Entry as stated in its application. Additionally, the filing is unclear as to the amount recorded as a regulatory asset. Please provide the amount recorded as a regulatory asset.

Please submit the responses to these clarifying questions within 7 days of receipt of this letter.

If you have any questions, please contact Quang Nguyen, Assistant General Counsel, at (502) 782-2586.

Sincerely,

Gwen R. Pinson
Executive Director

QN/ch

*Duke Energy Kentucky, Inc.
139 East Fourth Street
Cincinnati, OH 45202

*Rocco O D'Ascenzo
Duke Energy Kentucky, Inc.
139 East Fourth Street
Cincinnati, OH 45201