1. Revenue from Grandfathered Interzonal Transactions
   * Transmission does not have any revenue associated with this line item. The Attachment O template in LG&E/KU’s OATT was taken from a MISO OATT, thus there are some lines which refer specifically to items if the company was part of MISO. Interzonal areas are how MISO collects some of their transmission revenue and thus this line would be used is LG&E/KU were still a member of MISO. LG&E/KU has not been a member of MISO since 2006, and thus collects transmission revenue through the LG&E/KU OATT which does not include interzonal rates and transactions.
2. Revenues from service provided by LG&E Energy
   * While the LG&E/KU OATT allows transmission services at a discount, the companies have chosen not to grant such discounts historically and this trend continued in 2015. LG&E/KU does have a grandfathered agreement with IMEA and IMPA which states they will not be charged for transmission service as IMEA/IMPA owns collectively 25% of the generation from Trimble County Units 1 and 2. As a result, LG&E/KU reduces the load information in the divisor because there is no revenue associated with IMEA/IMPA’s transmission usage. Additionally, LG&E/KU has depancaking agreements in place due to the 2006 exit from MISO; LG&E/KU also reduces the load information related to depancaking in the divisor as there is no associated revenue.
3. Transmission Lease Payments
   1. None
      1. After reviewing the TVA invoice which is paid monthly regarding rental of facilities from contracts dated in the 1950’s, it was determined this expense is posted to FERC account 566900. Account 566, Miscellaneous Transmission Expense is accounted for in Formula Rates thus this separate line item for lease payment should be zero because if the TVA amounts were entered here, it would be double counting expenses.