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January 21, 2021

Kimberly D. Bose, Secretary
Federal Energy Regulatory Commission
888 First Street, N.E.
Washington, DC 20426

RE: Docket No. ER12-91-000
Duke Energy Ohio Inc., and Duke Energy Kentucky, Inc. – 2020 Formula Rate Annual Update

Dear Secretary Bose:

On May 15, 2020, in accordance with Section 1.b(ii) of Duke Energy Ohio, Inc.’s (“DEO”) and Duke Energy Kentucky, Inc.’s (“DEK”) Formula Rate Implementation Protocols, which appear as Attachment H-22B of PJM Interconnection, L.L.C.’s (“PJM”) Open Access Transmission Tariff (“OATT”), DEO and DEK (together, “the Duke Companies”) submitted their 2020 Formula Rate Annual Update. In accordance with the Companies’ Formula Rate Implementation Protocols, the Annual Update was submitted for informational purposes only, and is not a filing under Section 205 of the Federal Power Act.

Pursuant to Section 3.d of the Protocols, the 2020 Annual Update process is now concluded. During the course of the Annual Update Discovery Period, the Duke Companies agreed that certain corrections should be made to the May 15, 2020 Annual Update. Under Section 4.a of the Protocols, the Duke Companies are required to file such changes with the Commission as an amended informational filing, and provide a copy of the amended informational filing to PJM for posting. Pursuant to Section 4.a of the Protocols, enclosed with this filing is a revised 2020 Annual Update filing, along with a description of the changes.¹ Pursuant to Section 4.b of the Protocols, these changes will be reflected in the next Annual Update, which will include the resulting refunds for revised past charges with interest as per section 35.19a of the Commission’s regulations.

In addition, on January 15, 2021, the Duke Companies submitted a deficiency letter response in Docket No. ER20-1832-000 regarding its Order No. 864 Compliance Filing tariff revisions. In that response, the Duke Companies identified a correction to the populated Excess/Deficient DIT Permanent Worksheets for the Tax Cuts and Jobs Act of 2017 (“TCJA”) submitted with the Compliance Filing. In that response, the Duke Companies noted that the 2018 Current Year Amortization shown on the DEK DIT populated protected and unprotected worksheets should have been included in the revenue requirement in order to give full credit to transmission formula rate customers of the amortization of Excess DIT from the TCJA. Given that DEOK included its proposed changes to its formula rate to comply with Order No. 864 in both its Order No. 864 Compliance Filing and its May 2020 Annual Update,² this correction is reflected

¹ The tab “Changes to May 2020 Filing” contains a description of the changes and cost impacts.

² See May 2020 Filing at 2.

on the “Changes to May 2020 Filing” tab in the line item “Response to FERC Deficiency Letter.” As noted in the response to the deficiency letter, the Duke Companies will include this correction in its 2021 Annual Update and provide the resulting refunds with interest, pursuant to Section 4.b of the Protocols.

Please contact the undersigned if you have any questions.

Respectfully submitted,

/s/ Heather M. Horne

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Attachment

CERTIFICATE OF SERVICE

I hereby certify that I have this day served the foregoing document upon each person designated on the official service list compiled by the Secretary in this proceeding.

Dated at Washington, DC, this 21st day of January, 2021.

/s/ Heather M. Horne

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