COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

TARIFF FILING OF KENTUCKY POWER COMPANY)	
FOR PROPOSED CHANGES TO TARIFF SHEET 11-2;)	CASE NO.
TARIFF SHEET 12-1; AND TARIFF SHEET 37-6)	2018-00426

ORDER

On December 21, 2018, Kentucky Power Company (Kentucky Power) filed proposed changes to Tariff Sheet 11-2 Contract Service – Coal Power (Tariff C.S. – Coal), Tariff Sheet 12-1 Contract Service – Interruptible Power (Tariff C.S. – I.R.P.), and Tariff Sheet 37-6 Economic Development Rider (Tariff E.D.R.) through the Commission's Electronic Tariff Filing System to extend the expiration date of the coal-related provisions of those tariff sheets from December 31, 2018, to December 31, 2019. The proposed effective date for the revised tariffs is January 1, 2019.

Kentucky Power states that notice will be published in a newspaper of general circulation in each of the 20 counties in which Kentucky Power provides service, with the first publication being made on or before December 21, 2018. Kentucky Power also states that notice will be published for three consecutive weeks except for the newspapers of general circulation in Knott County (*Troublesome Creek Times*), Lawrence County (*Big Sandy News*), and Magoffin County (*Salyersville Independent*) because those newspapers will not publish the week of December 24, 2018, due to their Christmas holiday schedule. Kentucky Power notes that each of the three newspapers will publish the notice on December 17, 2018, December 31, 2018, and January 7, 2019. Kentucky

Power requests a deviation from 807 KAR 5:011, Section 8(2)(b)(3), which requires, among other things, that the notice be published for three consecutive weeks.

Having reviewed the application and being otherwise sufficiently advised, the Commission finds that KRS 278.180(1) requires Kentucky Power to provide the Commission with 30 days' notice of any change in its tariffs. Thus, the earliest that the proposed tariff revisions can become effective is January 20, 2019. The Commission further finds that an investigation will be necessary to determine the reasonableness of the proposed changes and that such an investigation cannot be completed by January 20, 2019. Therefore, pursuant to KRS 278.190(2), the Commission will suspend the effective date of the proposed changes for five months, up to and including June 19, 2019.

The Commission further finds that Kentucky Power has established good cause to permit it to deviate from the notice publication requirements of 807 KAR 5:011, Section 8(2)(b)(3).

IT IS HEREBY ORDERED that:

- 1. Kentucky Power's proposed revisions to Tariff C.S. Coal, Tariff C.S. I.R.P., and Tariff E.D.R. are suspended for five months, up to and including June 19, 2019.
- 2. Kentucky Power's request for a deviation from 807 KAR 5:011, Section 8(2)(b)(3), which requires, among other things, that notice be published for three consecutive weeks, is granted.
- The information requested in the Appendix to this Order is due no later than
 days from the date of this Order.

By the Commission

ENTERED

DEC 27 2018

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2018-00426 DATED DEC 2 7 2018

- 1. Explain why Kentucky Power is proposing to extend the expiration dates of the coal-related provisions of Tariff C.S. Coal, Tariff C.S. I.R.P., and Tariff E.D.R.
- 2. Provide the current balance of for the regulatory assets related to financial losses incurred in connection with Tariff C.S. Coal, Tariff C.S. I.R.P., and Tariff E.D.R.

*Kentucky Power Company 855 Central Avenue, Suite 200 Ashland, KY 41101

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