COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF KENTUCKY)POWER COMPANY FOR APPROVAL OF A)CASE NO.CONTRACT FOR ELECTRIC SERVICE WITH)2018-00418BRAIDY INDUSTRIES INC.))

COMMISSION STAFF'S SECOND REQUEST FOR INFORMATION TO KENTUCKY POWER COMPANY

Kentucky Power Company (Kentucky Power), pursuant to 807 KAR 5:001, is to file with the Commission the original and an electronic version of the following information. The information requested herein is due on March 11, 2019. Responses to requests for information in paper medium shall be appropriately bound, tabbed, and indexed. Electronic documents shall be in portable document format (PDF), shall be searchable and shall be appropriately bookmarked.

Each response shall include the name of the witness responsible for responding to the questions related to the information provided. Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or the person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry. Kentucky Power shall make timely amendment to any prior response if Kentucky Power obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which Kentucky Power fails or refuses to furnish all or part of the requested information, Kentucky Power shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention shall be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When applicable, the requested information shall be separately provided for total company operations and jurisdictional operations. When filing a paper containing personal information, Kentucky Power shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that personal information cannot be read.

1. Refer to Confidential Exhibit AEV-1 of the application, page 2 of 2. Indicate whether Kentucky Power has performed a forecasted variable cost analysis covering the term of the contract. If so, provide the analysis. If not, explain why not.

2. Refer to the response to Staff's First Request, Item 14. Explain how the amount of 1,051,200 MWh was determined or what it represents.

3. Refer to Attachment 1 to the response to Staff's First Request, Item 14. Explain why the net energy costs from market purchases increase approximately 170 percent over the term of the contract when the net energy requirement from market purchases only increases approximately 33 percent over the same period.

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Steven R. Punson

Gwen R. Pinson Executive Director Public Service Commission P.O. Box 615 Frankfort, KY 40602

DATED FEB 2 2 2019

cc: Parties of Record

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