COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN ELECTRONIC EXAMINATION OF THE) APPLICATION OF THE FUEL ADJUSTMENT) CASE NO. CLAUSE OF KENTUCKY POWER COMPANY) 2021-00292 FROM NOVEMBER 1, 2020 THROUGH APRIL 30,) 2021)

Pursuant to 807 KAR 5:056, the Commission established this case on August 18, 2021, to review and evaluate the operation of the Fuel Adjustment Clause (FAC) of Kentucky Power Company (Kentucky Power) for the six months that ended on April 30, 2021. As part of this review, Kentucky Power responded to two requests for information.

A review of Kentucky Power's monthly FAC filings shows that the fuel cost billed for the six months under review ranged from a low of \$0.02477 per kWh in November 2020 to a high of \$0.03449 per kWh in February 2021 with a six-month average of \$0.02964 per kWh.

Commission Staff, in its second request for information, requested *inter alia*, that Kentucky Power review its FAC tariff to determine if any changes were necessary to correspond with recent changes to 807 KAR 5:056.¹ Kentucky Power, in its response to Staff's Second Request, identified several changes that would be necessary to conform with the changes and stated that it had filed revised FAC tariff sheets to correspond with

¹ Commission Staff's Second Request for Information (Staff's Second Request) (Ky. PSC Dec. 7, 2021), Item 9.

the recent changes.² The revised tariff sheets became effective on February 13, 2022, and the Commission finds that the revised tariff sheets conform to recent amendments to 807 KAR 5:056. The Commission, however, finds that Kentucky Power's revised FAC tariff shall remove the "*including but not limited to*" language from Section 3(e) of Kentucky Power's FAC tariff as the Commission does not allow Kentucky Power to pass through unlisted items through the FAC without first gaining Commission approval. Having reviewed the FAC tariff and being otherwise sufficiently advised, the Commission finds that the revisions to the FAC tariff discussed herein are reasonable and are approved.

Having considered the evidence of record and being otherwise sufficiently advised, the Commission finds no evidence of improper calculation or application of Kentucky Power's FAC charges or improper fuel procurement practices.

IT IS THEREFORE ORDERED that:

1. The charges and credits billed by Kentucky Power through its FAC from November 1, 2020, through April 30, 2021, are approved.

2. Within 20 days of the date of the entry of this Order, Kentucky Power shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the revisions ordered herein and reflecting that they were approved pursuant to this Order.

3. This case is closed and removed from the Commission's docket.

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² Kentucky Power's Response to Staff's Second Request, Item 9.

PUBLIC SERVICE COMMISSION Charman √ice` Chairman

Commissioner



ATTEST:

dwell

Executive Director

Case No. 2021-00292

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