COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

RECEIVED

In the Matter of:	APR 0 9 2007
AN EXAMINATION BY THE PUBLIC SERVICE COMMISSION OF THE ENVIRONMENTAL	PUBLIC SERVICE COMMISSION
SURCHARGE MECHANISM OF KENTUCKY	
POWER COMPANY FOR THE SIX-MONTH)
BILLING PERIODS ENDING DECEMBER 31, 2002, DECEMBER 31, 2003, JUNE 30, 2004,) CASE NO. 2006-00128
DECEMBER 31, 2003, JONE 30, 2004, DECEMBER 31, 2004 AND DECEMBER 31, 2005,)
AND FOR THE TWO-YEAR BILLING PERIODS)
ENDING JUNE 30, 2003 AND JUNE 30, 2005)

ATTORNEY GENERAL'S OBJECTION TO KENTUCKY POWER COMPANY'S NOTICE OF COMPLIANCE FOR COMMISSION APPROVAL OR ALTERNATIVE PETITION FOR REHEARING

Comes now the Attorney General, Gregory D. Stumbo, by and through his Office of Rate Intervention, and tenders the following objection to the filing of Kentucky Power's notice / alternative petition for a rehearing in the above-styled matter.

On March 12, 2007 the Commission granted the Attorney General's Motion for a Rehearing, and amended the Commission's order of January 31, 2007 to require all environmental surcharge collections associated with the costs of out-of-state generating facilities to be collected subject to refund, and further required Kentucky Power to maintain its records in such a manner, "... that will

permit refunds of these costs to be made should refunds be required by the Courts."¹

The Attorney General therefore objects to so much of Kentucky Power's request that requests the Commission to take any action(s) while this case is pending appeal in the courts of this Commonwealth.

Respectfully submitted, GREGORY D. STUMBO ATTORNEY GENERAL

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¹ Order of Jan. 31, 2007, at p. 4.

Certificate of Service and Filing

Counsel certifies that an original and ten photocopies of the foregoing were served and filed by hand delivery to Beth O'Donnell, Executive Director, Public Service Commission, 211 Sower Boulevard, Frankfort, Kentucky 40601; furthermore, it was served by mailing a true and correct copy of the same, first class postage prepaid, to:

Timothy C. Mosher American Electric Power P O Box 5190 Frankfort KY 40602

Michael L. Kurtz, Esq Boehm Kurtz & Lowry 36 E. 7th St. Ste. 1510 Cincinnati OH 45202

R. Benjamin Crittenden Esq Stites & Harbison P O Box 634 Frankfort, KY 40602-0634

all on this $2^{\frac{1}{2}}$ day of $\frac{Apri'}{}$, 2007.

Assistant Attorney General