Ernie Fletcher Governor

Teresa J. Hill, Secretary Environmental and Public Protection Cabinet

Timothy J. LeDonne Commissioner Department of Public Protection



Commonwealth of Kentucky **Public Service Commission**211 Sower Blvd.

P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov Mark David Goss Chairman

> John W. Clay Vice Chairman

Caroline Pitt Clark Commissioner

November 2, 2007

PARTIES OF RECORD:

RE:

Case No. 2007-00381

AN EXAMINATION BY THE PUBLIC SERVICE COMMISSION OF THE ENVIRONMENTAL SURCHARGE MECHANISM OF KENTUCKY POWER COMPANY FOR THE SIX-MONTH BILLING PERIODS ENDING JUNE 30, 2006 AND DECEMBER 31, 2006, AND FOR THE TWO-YEAR BILLING PERIOD

ENDING JUNE 30, 2007

Enclosed please find a memorandum that has been filed in the record of the above-referenced case. Any comments regarding this memorandum's content should be submitted to the Commission within five days of receipt of this letter. Questions regarding this memorandum should be directed to Isaac Scott at (502) 564-3940, extension 444.

Sincerely

Beth O'Donnell Executive Director

Attachments



INTRA-AGENCY MEMORANDUM

KENTUCKY PUBLIC SERVICE COMMISSION

TO:

Main Case File - Case No. 2007-00381

FROM:

Isaac Scott, Team Leader

DATE:

November 2, 2007

SUBJECT: October 31, 2007 Informal Conference

Pursuant to the Commission's September 19, 2007 Order, an informal conference was held on October 31, 2007. Attached to this memorandum as Attachment 1 is a list of the participants. The purpose of the conference was to discuss Kentucky Power Company's ("Kentucky Power") October 24, 2007 filing which consisted of testimony and responses to the Staff's First Data Request.

Kentucky Power opened the discussion with a brief overview of its filing and noted minor corrections to the testimony filed on October 24, 2007. Commission Staff asked several questions concerning Kentucky Power's proposal to address a meter issue that will impact the environmental surcharge. While the meter issue actually affects the first month after the review period in this case, Kentucky Power wanted to bring the issue to the table in this review. The meter issue also affects Kentucky Power's current fuel adjustment clause review proceedings.

Commission Staff suggested that if there were no intervenors in this proceeding, the Commission would issue an Order asking Kentucky Power to indicate whether it wanted a public hearing or wished to waive its right to a hearing and have the case submitted on the record without a hearing.

There being nothing further to discuss, the conference was adjourned.

Attachment

CASE NO. 2007-00381 KENTUCKY POWER COMPANY INFORMAL CONFERENCE – October 31, 2007

NAME	WITH
ISAAC S SCOTT	PdC - Financial Analysis
Dawn McGee	PSC-Financial Analysis
Ron Handziak	PSC-Financial Analysis
MARK R. OVERSTREET	STITES! HARbISON for Ky. Power Co.
Enol I Wogner	KPCo
Bob Russell	KPCo
RICHARD RAFF	PSC-CEGAL