



Steven L. Beshear  
Governor

Leonard K. Peters  
Secretary  
Energy and Environment Cabinet

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

David L. Armstrong  
Chairman

James W. Gardner  
Vice Chairman

Linda Breathitt  
Commissioner

January 28, 2013

**PARTIES OF RECORD**

RE: Informal Conference for  
Case No. 2012-00367

Enclosed is a memorandum that has been filed in the record of the above-referenced case. Any comments regarding the content of this memorandum should be submitted to the Commission within seven days of receipt of this letter. Questions regarding this memorandum should be directed to Bob Russell at (502) 782-2659.

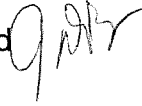
Sincerely,

A handwritten signature in black ink, appearing to read "Jeff Derouen".

Jeff Derouen  
Executive Director

Enclosure

**INTRA-AGENCY MEMORANDUM**  
**KENTUCKY PUBLIC SERVICE COMMISSION**

**TO:** Main Case File – Case No. 2012-00367  
**FROM:** Bob Russell, Team Lead   
**DATE:** January 28, 2013  
**SUBJECT:** January 23, 2013, Informal Conference

An informal conference was held on January 23, 2013 at the request of Kentucky Power Company (“Kentucky Power”). A list of those participating is attached as Attachment A to this memorandum. Kentucky Power began the conference by informing that it has been unable to execute an agreement with the implementation contractor for its Pilot Residential and Commercial Load Management Program. Kentucky Power indicated that the contractor has refused to sign the agreement possibly due to the fact that the contractor is in the process of being acquired by another entity.

In light of Kentucky Power’s inability to come to an agreement with its implementation contractor for the pilot load control program, Kentucky Power proposes the following suggestions:

1. Kentucky Power will file a formal motion that it would withdraw the request to extend for one-year the Pilot Residential and Commercial Load Management Program..

2. Kentucky Power will also request in the same motion that the Commission allow the current residential and commercial Demand-Side Management (“DSM”) factors to remain in effect. The current DSM factors are:

Residential	\$0.000826
Commercial	\$0.000538

3. Kentucky Power will further request in the motion for an extension of time until April 15, 2013 in which to file its next six-month DSM filing, which is currently scheduled to be filed on February 15, 2013.

4. Kentucky Power will note that it will intend to seek permission to transition its semi-annual DSM filing to an annual filing as part of its next DSM filing.

The Attorney General indicated that it most likely would not object to the suggestions proposed by Kentucky Power and that it would file comments reflecting such. The parties further indicated that the matter could be submitted for a decision on the evidentiary record without a need for a hearing.

There being no further discussions, the conference was adjourned.

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTUCKY POWER	)	
COMPANY TO AMEND ITS DEMAND-SIDE	)	
MANAGEMENT PROGRAM AND FOR	)	CASE NO.
AUTHORITY TO IMPLEMENT A TARIFF TO	)	2012-00367
RECOVER COSTS AND NET LOST REVENUES	)	
AND TO RECEIVE INCENTIVES ASSOCIATED	)	
WITH THE IMPLEMENTATION OF THE	)	
PROGRAMS	)	

January 23, 2013

Please sign in:

NAME	REPRESENTING
<u>Charles D. Hays</u>	<u>PSC</u>
<u>Mark R. Overstreet</u>	<u>STATED &amp; HAYESON for KPCO</u>
<u>Kane Williams</u>	<u>KPC</u>
<u>Shannon Stelbarger</u>	<u>KPCO</u>
<u>Lila P. Munsey</u>	<u>KPCO</u>
<u>E. J. Clayton</u>	<u>KPCO</u>
<u>TIM LIVERS</u>	<u>PSC-7A</u>
<u>Joseph Dale Hays</u>	<u>OAG</u>
<u>JEFF JOHNSON</u>	<u>PSC, ENG</u>
<u>Bob Russell</u>	<u>PSC</u>
_____	_____
_____	_____