

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC INVESTIGATION OF KENTUCKY)	CASE NO.
POWER COMPANY ROCKPORT DEFERRAL)	2022-00283
MECHANISM)	

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 an electronic version of the following information. The information requested is due on October 20, 2022. The Commission directs Kentucky Power to the Commission's July 22, 2021 Order in Case No. 2020-00085¹ regarding filings with the Commission. Electronic documents shall be in portable document format (PDF), shall be searchable, and shall be appropriately bookmarked.

Each response shall include the question to which the response is made and 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

¹ Case No. 2020-00085, *Electronic Emergency Docket Related to the Novel Coronavirus COVID-19* (Ky. PSC July 22, 2021), Order (in which the Commission ordered that for case filings made on and after March 16, 2020, filers are NOT required to file the original physical copies of the filings required by 807 KAR 5:001, Section 8).

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 that indicates 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 the Application, BKW-Exhibit 4 and Case No. 2021-00481,² the Commission's May 4, 2022 Order, page 9.

a. Explain whether Kentucky Power's 2023 per books net income will include transaction costs related to the transfer to Liberty Utility Co. If not, explain how the transfer costs would be excluded.

² Case No. 2021-00481, *Electronic Joint Application of American Electric Power Company, Inc., Kentucky Power Company and Liberty Utilities Co. for Approval of the Transfer of Ownership and Control of Kentucky Power Company* (Ky. PSC May 4, 2022), Order at 9.

b. Provide an itemized estimate of the transaction costs related to the transfer.

2. Refer to the Application, BKW-Exhibit 4 and Case No. 2020-00174,³ the Commission's January 13, 2021 Order.

a. Explain whether Kentucky Power's 2023 per books net income will include categories of expenses that were removed for ratemaking purposes in Case No. 2020-00174. If not, explain how these costs would be excluded.

b. Provide an itemized estimate of these costs.

3. Refer to the Application, BKW-Exhibit 4. Explain whether Kentucky Power uses any non-GAAP accounting measures.

4. Provide the amount of capacity, in megawatts and dollars, that Kentucky Power will purchase in 2023 that is directly related to the expiration of the Rockport Unit Power Agreement (UPA).

5. Explain how capacity purchases for 2023 will be recovered from customers.

6. Provide the estimated net savings to Kentucky Power's customers from the expiration of the Rockport UPA, calculated as the difference between the amount currently recovered in rates and the cost of replacement capacity.

³ Case No. 2020-00174, *Electronic Application of Kentucky Power Company for (1) A General Adjustment of Its Rates for Electric Service; (2) Approval of Tariffs and Riders; (3) Approval of Accounting Practices to Establish Regulatory Assets and Liabilities; (4) Approval of a Certificate of Public Convenience and Necessity; and (5) All Other Required Approvals and Relief* (Ky. PSC Jan. 13, 2021).



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DATED OCT 12 2022

cc: Parties of Record

Case No. 2022-00283

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