



Kentucky Power
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KentuckyPower.com

HAND DELIVERED

February 9, 2017

Dr. Talina Mathews, Executive Director
Public Service Commission
P. O. Box 615
211 Sower Boulevard
Frankfort, Kentucky 40602

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PUBLIC SERVICE
COMMISSION

RE: Case Nos. 2015-00271, 2014-00271, and 2016-00281
(To be retained in the Company's General Correspondence file)

Dear Dr. Mathews,

In accordance with the Commission's Orders in Case Nos. 2014-00271, 2015-00271, and 2016-00281, Kentucky Power hereby files its DSM update on the level of direct expenditures for the month of December 2016.

If there are any questions please contact me at 502-696-7010.

Sincerely,

John A. Rogness III
Director, Regulatory Services

Attachments

Kentucky Power Company
Summary of Demand Side Management Expenses
Month Ended: December 2016

December expenditures of \$1,085,109 are above the budgeted amount of \$463,247 with a positive variance of \$621,863. Commercial program expenditures were \$482,640 above budget, while residential program expenditures were \$139,223 above budget. For 2016, DSM/EE programs finished \$499,060 above the budgeted amount of \$6,015,335, with expenditures totaling \$6,514,395.

For the Company's commercial programs, the Express Install and Prescriptive/Custom programs processed \$313,310 for incentive payments to commercial customers in December. For 2016, the CI Prescriptive Customer program finished \$940,505 above budget.

Residential DSM programs finished the year with positive results. During the month of December, \$101,442 was expensed for incentives and direct installed measures administered for residential customers. In-store discounts and mail-in rebates processed in December accounted for an additional \$54,262 with the Efficient Products program.

Per the Commission's order in Case No. 2016-00281 dated December 29, 2016, this month's report will be Kentucky Power's final update on the Company's DSM/EE expenditures. Kentucky Power will continue to provide updates to all of its DSM/EE programs and expenditures during the Company's annual DSM/EE filing with the Commission.