

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE SEMI-ANNUAL DEMAND SIDE	)	
MANAGEMENT PROGRAM AND	)	
COST RECOVERY FILING OF	)	CASE NO. 2003-00055
AMERICAN ELECTRIC POWER	)	
D/B/A KENTUCKY POWER	)	

O R D E R

This matter comes before the Commission as a result of the February 14, 2003 filing of American Electric Power d/b/a Kentucky Power Company ( Kentucky Power ) on behalf of its Demand-Side Management ( DSM ) Collaborative.<sup>1</sup> The filing includes:

- A revised tariff proposing reduced DSM surcharges for residential and commercial customers; and
- Individual status reports for each DSM program through December 31, 2002.

The individual status reports describe year-to-date and program-to-date costs, as well as demand and energy savings attributed to each program through December 31, 2002. The filing also includes cost projections agreed upon by the DSM Collaborative for the remainder of calendar year 2003. Among other things, the evaluation reports included measures of energy savings and cost-effectiveness of the programs.

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<sup>1</sup> The DSM Collaborative includes Kentucky Power, the Attorney General's Office, Kentuckians for the Commonwealth, Big Sandy Area Development District, Northeast Kentucky Area Development Council, Kentucky Tech Northeast Region, Christian Appalachian Project, Kentucky Division of Energy, Coleman Oil, Cedar Knoll Galleria, Kentucky Industrial Utility Customers Inc., Big Sandy Area Community Action Program, LKLP Community Action Council, Middle Kentucky River Area Development Council, Appalachian Regional Defense Fund, and Appalachian Service Project.

## SUMMARY

Based on the evidence of record and being otherwise sufficiently advised, the Commission finds that:

1. Kentucky Power has continued to keep the Commission properly informed of the progress and status of its DSM programs by filing individual status and evaluation reports on its DSM programs.

2. Kentucky Power's revised DSM surcharge factors are reasonable as they reflect the ongoing level of DSM program costs and the true-up of prior-period DSM costs and revenues.

IT IS THEREFORE ORDERED that:

1. Kentucky Power's revised tariff proposing DSM surcharge factors of \$.000151 per kWh for residential customers and \$.000036 per kWh for commercial customers is approved for bills rendered on and after March 31, 2003.

2. Within 10 days from the date of this Order, Kentucky Power shall file a revised DSM Tariff showing the date of issue and that it was issued by authority of this Order.

Done at Frankfort, Kentucky, this 27<sup>th</sup> day of March, 2003.

By the Commission

ATTEST:



Executive Director