

Kentucky Power
1645 Winchester Ave.
Ashland, KY 41101

Brett Mattison
President and Chief Operating Officer
Office: 606-327-2600
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January 28, 2021

ELECTRONICALLY FILED

Linda C. Bridwell
Executive Director
Public Service Commission
211 Sower Boulevard
P.O. Box 615
Frankfort, KY 40602-0615

RE: **Case No. 2020-00174**

Dear Ms. Bridwell:

In its January 13, 2021 Order in the above-referenced proceeding, the Public Service Commission of Kentucky (“Commission”) directed Kentucky Power Company (“Kentucky Power” or the “Company”), within 15 days, file a letter indicating whether the Company “will voluntarily forego all or a portion of the Capacity Charge for the remainder of the term of the [Rockport] UPA.”¹ Kentucky Power has and will continue to consider earnestly “the value to its customers by carrying out the offset to rates by terminating the Capacity Charge” The Company cannot, however, provide a response concerning whether it can forego all or a portion of the Capacity Charge for the remainder of the term of the UPA until it understands the full and final financial effect of the Commission’s January 13, 2021 Order in this case. The financial impact of the order cannot be gauged until there is a final Commission order in this case.

The period for seeking rehearing concludes February 2, 2021. Once the period for rehearing ends, and the Commission enters a final order on any motions for rehearing that may be filed by intervenors, the Company will be in a position to fully assess the financial impact on Kentucky Power of the Commission’s order in this case.

¹ Order at 30 (Jan. 13, 2021).

Kentucky Power commits to informing the Commission and the parties to this proceeding whether it agrees to forego all or a portion of the Capacity Charge for the then remainder of the term of the UPA within 20 days after the Commission's final order addressing all motions for rehearing filed regarding the Commission's January 13, 2021 Order.

Sincerely,

A handwritten signature in black ink that reads "Brett Mattison". The signature is written in a cursive, slightly slanted style.

Brett Mattison
President and Chief Operating Officer
Kentucky Power