

American Electric Power Company, Inc.
Kentucky Power Company
Liberty Utilities Co.
KPSC Case No. 2021-00481
Walmart Inc.'s Post-Hearing Data Requests
Dated March 31, 2022

DATA REQUEST

WALMART INC. PHDR 1:

Please refer to KIUC Cross-Exhibit 1 and the Rebuttal Testimony of Peter Eichler at pp. 11-16 regarding the "rate holiday" for the Big Sandy Decommissioning Rider ("BSDR"). Please calculate the following:

- a. The amount of the benefit of the "rate holiday" for the BSDR assuming that interest is paid during the period of the rate holiday to avoid what the Commission described as paying "interest on interest" following the conclusion of the BSDR rate holiday. Please identify the rate of interest assumed in the calculation and the reason(s) for proposing the rate of interest.
- b. The number of years the BSDR would extend assuming securitization is not obtained for the BSDR based on the payment of interest calculated in 1(a), above

RESPONSE:

- a. Utilizing a monthly credit rider of \$1,446,927 or a reduction to the current rider of approximately \$795,170 yields a benefit of \$9,542,039 per year for three years. The rate applies the currently approved Weighted Average Cost of Capital of 7.50% on a pre-tax basis, which is the approved rate for the Big Sandy Decommissioning Rider.
- b. The BDSR would be extended until July 2043, which is an extension of three years and 1 month from the current end date of June 2040.

Please also see tab "Calculation – Walmart" in
JA_R_KPSC_PHDR_04_Attachment1.xlsx

Witness: Peter Eichler