

Kentucky Power Company
KPSC Case No. 2022-00387
Joint Intervenor's Second Set of Data Requests
Dated January 17, 2023

DATA REQUEST

JI 2_2 Please refer to the Company's response to Proposed Joint Intervenors' request 1.6. Please provide a complete version of the "estimated bill" for Ebon referenced in the response and a breakdown of the yearly tax credits the Company claims the Lawrence School District will receive.

RESPONSE

See Company Witness West's Direct Testimony (Exhibit 1 to BKW Exhibit 1) which provides the requested estimated bill.

While preparing these responses, the Company became aware that Ebon applied with the Kentucky Department of Revenue for an exemption from utility gross receipts license tax (school tax). *See* KRS 160.613(1)(c). While the statute speaks for itself, generally, this exempts Cyber Innovation from being assessed any school tax through June 30, 2030 (*see* KRS 160.613(6)(b)).

Thus, the Lawrence County School District will benefit from the school tax for all years of the contract after June 30, 2030. Refer to Exhibit 1 to BKW Exhibit 1. The yearly taxes benefitting Lawrence County schools is calculated by taking the sum of column E, on tab "Floor Price Bank Example," multiplied by 3%.

The Company will supplement its response to JI 1-6 consistent with this response as soon as is practicable.

February 2, 2023 Supplemental Response

See Company Witness West's Direct Testimony (Exhibit 1 to BKW Exhibit 1) which provides the requested estimated bill.

While preparing these responses, the Company became aware that Ebon plans to apply with the Kentucky Department of Revenue for an exemption from utility gross receipts license tax (school tax). *See* KRS 160.613(1)(c). While the statute speaks for itself, generally this may exempt Ebon from being assessed any school tax through June 30, 2030 (*see* KRS 160.613(6)(b)) and thus, the Lawrence County School District would benefit from the school tax for all years of the contract after June 30, 2030. Refer to Exhibit 1 to BKW Exhibit 1. The yearly taxes benefitting Lawrence County schools is calculated by taking the sum of column E, on tab "Floor Price Bank Example," multiplied by 3%.

Witness: Amanda C. Clark

