COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:)	
)	
Electronic Application Of Kentucky Power)	
Company For (1) A General Adjustment Of Its)	
Rates For Electric Service; (2) Approval Of Tariffs)	С
And Riders; (3) Approval Of Accounting Practices)	
To Establish Regulatory Assets and Liabilities; (4))	
A Securitization Financing Order; And (5) All)	
Other Required Approvals And Relief)	

Case No. 2023-00159

MOTION TO INTERVENE OF SWVA KENTUCKY, LLC

Pursuant to 807 KAR 5:001, Section 4(11), KRS 278.310, and KRS 278.040(2), SWVA Kentucky, LLC ("SWVA") respectfully requests that the Kentucky Public Service Commission (the "Commission") permit it to intervene in the above-captioned proceeding and states in support thereof as follows:

- On June 29, 2023, Kentucky Power Company ("Kentucky Power" or the "Company") filed an Application for (1) a general adjustment of its rates for electric service; (2) approval of tariffs and riders; (3) approval of accounting practices to establish regulatory assets and liabilities; (4) a securitization financing order; and (5) all other required approvals and relief.
- 2. The Commission deemed the application filed on July 14, 2023.
- 3. On July 20, 2023, the Commission issued an order suspending the Company's proposed rates for five months and setting the procedural schedule in the above captioned case.
- 4. Under KAR 5:001, Section 4(11)(b), there are two bases upon which the Commission may grant intervention. The first basis is "that he or she has a special interest in the case that is not otherwise adequately represented"; alternatively, the second basis is "that his or her

intervention is likely to present issues or to develop facts that assist the Commission in fully considering the matter without unduly complicating or disrupting the proceedings." SWVA asserts that it meets both bases upon which intervention may be granted.

- 5. Further, KRS 278.040(2) requires that a person seeking intervention must have an interest in the rates or service of a utility, as those are the only matters that are subject to the Commission's jurisdiction.
- SWVA owns a steel production facility located at 2704 South Big Run Road West, Ashland, Kentucky.
- SWVA purchased the facility after the previous owner permanently closed it on financial grounds.
- SWVA's goals are to grow its business in Ashland and to preserve and add high-quality manufacturing jobs there.
- 9. As evidenced by the shuttering of steel manufacturing operations in Kentucky, the global steel manufacturing industry is highly competitive.
- 10. SWVA purchases large quantities of electricity from Kentucky Power.
- 11. In a globally competitive industry that is energy intensive, electric power rates are important to the viability of business operations.
- 12. In light of the significant amounts of electricity that SWVA purchases from Kentucky Power, the significance of the cost of electricity to sustainable steel manufacturing operations and SWVA's goals for the facility, changes to Kentucky Power's rates may substantially impact SWVA's operational goals.
- 13. SWVA takes service from Kentucky Power under Tariff C.S.-I.R.P. at transmission voltage. Under Tariff C.S.-I.R.P., the Company offers the customer a credit (discount) in

exchange for the customer's commitment to curtail or interrupt its load, which in turn helps the Company meet its PJM obligations. Additionally, to take service under C.S.-I.R.P, the customer is required to execute a written addendum setting forth the terms of service and basis for customer interruptions. SWVA's executed addendum is on file with the Commission.¹

- 14. To the best of SWVA's knowledge, no other party to this proceeding takes service under the Company's interruptible tariffs.² As such, SWVA has a special interest in Kentucky Power's industrial and interruptible service offerings.
- 15. Given the aforementioned facts, SWVA has a special interest that is not adequately represented by another party. For the foregoing reasons, no party to this proceeding appears to represent customers/loads such as SWVA in this case. At a minimum, SWVA appears to have a special interest in interruptible discounts/rates that is not otherwise adequately represented in this case.³
- 16. While SWVA has not completed its review of Kentucky Power's application, if this Commission grants SWVA's Motion, SWVA intends to issue discovery requests regarding

¹ Addendum 1, Special Terms and Conditions, between Kentucky Power Company and SWVA Kentucky, LLC, <u>https://psc.ky.gov/tariffs/electric/kentucky power company/contracts/swva kentucky, llc/2020-02-06_Addendum to</u> <u>Interruptible Service Contract.pdf.</u>

² Intervenor Kentucky Industrial Utility Consumers, Inc. ("KIUC") represents Catlettsburg Refining LLC, and Catlettsburg Refining is the only member of KIUC participating in this proceeding. Upon information and belief, Catlettsburg Refining takes service under Tariff I.G.S. *See* Case No. 2017-00179, Direct Testimony of Brad Levi on Behalf of Kentucky Industrial Utility Customers at 3, lines 18-22 (discussing the impact of a rate increase to Marathon's rate class (I.G.S.) on the Catlettsburg Refinery). While there is some overlap between I.G.S. and C.S.-I.R.P., I.G.S is a firm service tariff whereas service under C.S.-I.R.P. is interruptible. In addition to the distinction between firm versus interruptible service, there may be other relevant differences between the Catlettsburg Refinery load (represented by KIUC) and SWVA's load and their respective interests. Said differences may include, but not be limited to, differences in load factor, service voltage, and load profile. These distinctions are all potentially relevant in the context of rate design and cost allocation.

³ SWVA participated in and was a party to Kentucky Power's last general rate case, Case No. 2020-00174.

the application. SWVA will also consider filing testimony and/or briefs, and participating in the evidentiary hearing.

- 17. SWVA's participation will likely assist the commission in fully considering the matter without unduly complicating or disrupting the proceedings.
- 18. The Kentucky attorneys representing SWVA in this case and to receive service of all

documents are:

Kimberly S. McCann W. Mitchell Hall, Jr. VanAntwerp Attorneys, LLP 1544 Winchester Avenue, Fifth Floor P.O. Box 1111 Ashland, KY 41105-1111 kmccann@vanattys.com whall@vanattys.com

WHEREFORE, SWVA respectfully requests that it be granted full intervenor status and be made

party to the above-captioned proceeding.

Respectfully submitted,

<u>/s / Kimberly S. McCann</u> Kimberly S. McCann W. Mitchell Hall, Jr. VanAntwerp Attorneys, LLP 1544 Winchester Avenue, Fifth Floor P.O. Box 1111 Ashland, KY 41105-1111 Telephone: 606-329-2929 Fax: 606-329-0490 kmccann@vanattys.com whall@vanattys.com

Local Counsel for SWVA Kentucky, LLC

Dated: August 3, 2023

CERTIFICATE OF SERVICE

I hereby certify that, pursuant to the Commission's Orders in Case No. 2020-00085, and in accord with all other applicable law, an electronic copy of the forgoing was served and filed by electronic mail to the following parties of record this 3rd day of August, 2023.

By: <u>/s/ Kimberly S. McCann</u> Kimberly S. McCann W. Mitchell Hall, Jr.

Lawrence W. Cook J. Michael West Angela M. Goad John Horne Office of the Attorney General Office of Rate Intervention 700 Capitol Avenue, Suite 20 Frankfort, Kentucky 40601 Larry.Cook@ky.gov Michael.West@ky.gov Angela.Goad@ky.gov John.Horne@ky.gov

Katie M. Glass Stites & Harbison PLLC 421 West Main Street P.O. Box 634 Frankfort, Kentucky 40602 kglass@stites.com

Michael L. Kurtz Jody Kyler Cohn Boehm, Kurtz & Lowry 36 East Seventh Street, Suite 1510 Cincinnati, Ohio 45202 <u>mkurtz@bkllawfirm.com</u> jkylercohn@bkllawfirm.com

Steven W. Lee Spilman Thomas & Battle, PLLC 1100 Bent Creek Blvd., Suite 101 Mechanicsburg, PA 17050 slee@spilmanlaw.com Christen M. Blend Hector Garcia Santana Tanner Wolffram American Electric Power Service Corporation 1 Riverside Plaza, 29th Floor Post Office Box 16631 Columbus, Ohio 43216 kentucky_regulatory_services@aep.com cmblend@aep.com hgarcia1@aep.com tswolffram@aep.com

Kenneth Gish K&L Gates 300 South Tryon Street Suite 1000 Charlotte, North Carolina 28202 ken.gish@klgates.com

Carrie H. Grundmann Spilman Thomas & Battle, PLLC 110 Oakwood Drive, Suite 500 Winston-Salem, NC 27103 cgrundmann@spilmanlaw.com

Megan W. Mullins Spilman Thomas & Battle, PLLC 300 Kanawha Boulevard, East P.O. Box 273 Charleston, WV 25321-0273 mmullins@spilmanlaw.com