

**COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION**

In the Matter of:

Electronic Tariff Filing Of Kentucky Power)	
Company To Update Its Purchase Power Adjustment)	Case No. 2023-00318
Rates)	

Kentucky Power Company's Motion To Clarify

Kentucky Power Company ("Kentucky Power" or "Company") respectfully moves the Public Service Commission of Kentucky ("Commission") to clarify and amend its March 4, 2025 Order on Rehearing ("Order on Rehearing") to address the discrepancy in rates approved in the Order on Rehearing and the interim rates that Kentucky Power implemented subject to change pursuant to KRS 278.190(2) while the Commission performed its review in this proceeding.

Kentucky Power proposed in this proceeding to modify the Tariff P.P.A. over/under recovery mechanism to correct a formula error in the mechanism that caused an ever-growing under-recovery. Kentucky Power implemented interim rates subject to change pursuant to KRS 278.190(2) and gave notice of the same in this proceeding via its September 29, 2024 Notice of Intent to Place Interim Rates Into Effect Subject to Change Pursuant to KRS 278.190(2). The Commission ultimately denied Kentucky Power's proposed modification to the over/under recovery mechanism in the Order on Rehearing. The interim rates that were implemented subject to change during the pendency of this proceeding were calculated using Kentucky Power's proposed, modified over/under-recovery mechanism. However, the Order on Rehearing is silent as to the collection of the difference between the interim rates and the rates ordered in the Order on Rehearing.

Kentucky Power therefore requests that the Commission clarify and amend the Order to provide that the difference in the interim rates charged during the pendency of this proceeding and the rates ultimately ordered by the Commission, in the amount of \$1,029,116, be accounted for in the over/under-recovery mechanism in the Company's next Tariff P.P.A. filing on or before August 15, 2025. Accounting for the recovery of these amounts in the next Tariff P.P.A. filing eliminates the need to re-bill each of the Company's approximately 163,000 customers for each month that the interim rates were in effect. Doing so would also eliminate the attendant customer confusion and potential dissatisfaction that would result from such re-billings.

KPCO_Attachment_1 provides the calculation of the difference between the interim rates charged during the pendency of this proceeding and the rates ultimately ordered by the Commission in the Order on Rehearing.

In order to effectuate Kentucky Power's requests in this Motion, Kentucky Power requests that the Commission amend the Order on Rehearing to provide that Kentucky Power add the following language to Tariff P.P.A.:

As a result of the Commission's March 4, 2025 Order in Case No. 2023-00318 and March 10, 2025 Order in Case No. 2024-00289 the Company's rates implemented from October 2023 billing through September 2024 billing resulted in an under-recovery of \$1,029,116 which will be included in the Company's next annual PPA update to be filed on or before August 15, 2025.

If the Commission grants the relief requested in this Motion, Kentucky Power will include the above language with the compliance tariff filings ordered by the Commission in ordering paragraph 2 of the Order on Rehearing.

WHEREFORE, for the reasons stated above, Kentucky Power respectfully requests that the Commission clarify and amend its March 4, 2025 Order on Rehearing to address the discrepancy in rates approved in the Order on Rehearing and the interim rates that Kentucky Power

implemented subject to change pursuant to KRS 278.190(2) while the Commission performed its review in this proceeding, and approve the inclusion of the proposed Tariff P.P.A. language in the Company's compliance tariffs to effectuate the same.

Respectfully submitted,



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