

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

In the Matter of:

Electronic Application Of Kentucky Power Company	)	
For: (1) Approval Of The Rockport Offset True-Up	)	
Amount; (2) Approval To Collect The Rockport	)	
Offset True-Up Through Tariff Purchase Power	)	Case No. 2024-00016
Adjustment; And (3) All Other Required Approvals	)	
And Relief	)	

**Kentucky Power Company’s Motion to Place Proposed Rates Into Effect  
Subject to Refund Pursuant to KRS 278.190(2)**

Kentucky Power Company moves the Public Service Commission of Kentucky pursuant to KRS 278.180 and KRS 278.190(2) for an Order **to be issued no later than September 16, 2024**, permitting Kentucky Power to collect the Rockport Offset True-Up through Tariff P.P.A., subject to refund pursuant to KRS 278.190(2), over the course of approximately 19 months, as opposed to the 12 months previously approved by the Commission by order dated February 12, 2024 in this proceeding. Spreading out collection of the Rockport Offset True-Up over an additional approximately 7 months will reduce monthly Tariff P.P.A. rate impacts for customers and therefore is a benefit to customers.

KRS 278.180(1) mandates that “no change shall be made by any utility in any rate except upon thirty (30) days’ notice to the commission, stating plainly the changes proposed to be made and the time when the changed rates will go into effect.” KRS 278.190(2) permits the Commission to suspend the proposed rates pending the Commission’s review of the rates. That section also allows the utility to place the rates proposed into effect at the end of the designated suspension period after notifying the Commission, in writing, of the utility’s intention so to do. The Commission may also order the utility to refund any amounts ultimately found to be unreasonable by the Commission.

Kentucky Power proposed in its application in this case to implement the Commission-approved provisions of the settlement agreement in Case No. 2017-00179<sup>1</sup> related to the Rockport Offset True-Up. The Company requested to begin collecting the Rockport Offset True-Up over the course of 12 months beginning with services rendered March 1, 2024, subject to refund pursuant to the provisions of KRS 278,190(2). In its order dated February 12, 2024, the Commission granted Kentucky Power's request to collect the Rockport Offset True-Up, subject to refund, over the course of 12 months beginning with services rendered March 2, 2024. On February 15, 2024, Kentucky Power filed its notice of its intent to implement those rates as approved by the Commission.

On August 15, 2024, Kentucky Power filed through the Commission's Tariff Filing System its annual Tariff P.P.A. update, wherein it updates and sets the Tariff P.P.A. rate for the forthcoming 2024/2025 Tariff P.P.A. year (October 2024 billing through September 2025 billing).<sup>2</sup> As part of that filing, Kentucky Power proposes, as it proposes here, to extend the period over which the Rockport Offset True-Up is collected through Tariff P.P.A. from a total of 12 months to approximately 19 months. Specifically, the Rockport Offset True-Up would be collected beginning with services rendered March 2, 2024 through the September 2025 billing month. The Rockport Offset True-Up would otherwise be collected beginning with services rendered March 2, 2024 through the February 2025 billing month, as the Commission ordered in its February 12, 2024 order in this proceeding.

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<sup>1</sup> *In The Matter Of: Electronic Application Of Kentucky Power Company For (1) A General Adjustment Of Its Rates For Electric Service; (2) An Order Approving Its 2017 Environmental Compliance Plan; (3) An Order Approving Its Tariffs And Riders; (4) An Order Approving Accounting Practices To Establish Regulatory Assets And Liabilities; And (5) An Order Granting All Other Required Approvals And Relief, Case No. 2017-00179.*

<sup>2</sup> TFS 2024-00399.

Kentucky Power is simultaneously making the same request in this case in order to comply with the provisions of KRS 278.190(2) because the Rockport Offset True-Up currently is being collected subject to the refund provisions of that statute. Spreading out collection of the Rockport Offset True-Up over an additional approximately 7 months will reduce monthly Tariff P.P.A. rate impacts for customers and therefore is a benefit to customers. It also allows Kentucky Power to implement new Tariff P.P.A. rates in a more straightforward manner because the remainder of the Rockport Offset True-Up would be collected over the course of the entire 2024/2025 Tariff P.P.A. year and therefore would not require the implementation of two different rates during that period. Good cause therefore exists for the Commission to approve Kentucky Power's requests herein.

WHEREFORE, Kentucky Power Company respectfully requests the Commission to enter an Order no later than September 16, 2024:

1. Permitting Kentucky Power to collect the Rockport Offset True-Up through Tariff P.P.A. as described herein for services rendered on and after March 2, 2024 through the September 2025 billing month, subject to refund pursuant to KRS 278.190(2), until the Commission issues a final order in this case; and
2. Granting Kentucky Power all further relief to which it may be entitled.

Respectfully submitted,



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