

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC EXAMINATION BY THE)	
PUBLIC SERVICE COMMISSION OF THE)	
ENVIRONMENTAL SURCHARGE MECHANISM)	CASE NO.
OF EAST KENTUCKY POWER COOPERATIVE)	2025-00013
INC. FOR THE SIXTH-MONTH EXPENSE)	
PERIODS ENDING MAY 31, 2022, NOVEMBER)	
30, 2022, NOVEMBER 30, 2023, MAY 31, 2024,)	
AND NOVEMBER 30, 2024, THE TWO-YEAR)	
EXPENSE PERIOD ENDING MAY 31, 2023, AND)	
THE PASS-THROUGH MECHANISM OF ITS)	
SIXTEEN MEMBER DISTRIBUTION)	
COOPERATIVES)	

RESPONSES TO STAFF’S THIRD INFORMATION REQUEST
TO EAST KENTUCKY POWER COOPERATIVE, INC.

DATED MAY 7, 2025

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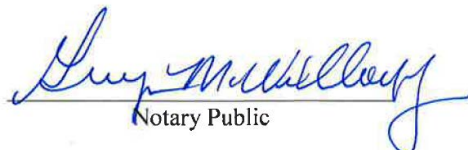
CERTIFICATE

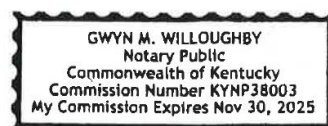
STATE OF KENTUCKY)
)
COUNTY OF CLARK)

Jacob Watson, being duly sworn, states that he has supervised the preparation of the responses of East Kentucky Power Cooperative, Inc. to Staff's Third Request for Information in the above-referenced case dated May 7, 2025, and that the matters and things set forth therein are true and accurate to the best of his knowledge, information and belief, formed after reasonable inquiry.

Jacob Watson

Subscribed and sworn before me on this 15th day of May, 2025.


Notary Public



EAST KENTUCKY POWER COOPERATIVE, INC.
CASE NO. 2025-00013
THIRD REQUEST FOR INFORMATION RESPONSE

STAFF'S REQUEST DATED MAY 7, 2025

REQUEST 1

RESPONSIBLE PARTY: Jacob R. Watson

Request 1. Refer to ES Form 2.5. Explain whether, going forward, EKPC would be able to provide clearly printed subtotals for each Expense Type: Ash Handling, Operating Expense- Ammonia & Limestone, Air Permit Fees, and Maintenance.

Response 1. EKPC is willing to add subtotals to ES Form 2.5, noting that Commission approval is needed to change the format. See attachment *PSC3.1.pdf* for the clean and strike through versions of this format change.

EAST KENTUCKY POWER COOPERATIVE, INC.
CASE NO. 2025-00013
THIRD REQUEST FOR INFORMATION RESPONSE

STAFF'S REQUEST DATED MAY 7, 2025

REQUEST 2

RESPONSIBLE PARTY: Jacob R. Watson

Request 2. Refer to ES Form 2.5 and ES Form 2.4 for the expense month of February 2021. The total expenses shown on ES Form 2.5 correctly sum to \$4,966,454 as shown, but the amount carried forward to ES Form 2.4 is listed as \$4,396,580. Explain the discrepancy, and, where appropriate, correct the 12-Month Totals and all affected calculations for the expense months December 2021 and January 2022 under review.

Response 2. EKPC agrees that \$4,396,580 was a typographical error. The correct value for February 2021 is \$4,966,454. EKPC has corrected Forms 1.1 and 2.4 for all months from February 2021 through January 2022, see attachment *PSC3.2a.pdf* for the updated monthly Form 2.4. Solely adjusting Form 2.4 for all impacted months is a reasonable method to calculate the impact.

The difference between the billed amount of \$4,396,580 and the corrected amount of \$4,966,454 is \$569,874 under-collection. The Owner-Member allocation on ES Form 1.1, Line 9 allocates the expenses recovered by Owner-Members, which reduces the recoverable amount to \$561,263. The member system allocation on ES Form 1.1 leads to the small reduction of

\$8,611. The table below illustrates the true monthly under-recovery which can also be seen in attachment *PSC3.2b.pdf*.

Month	Adjusting Form 4.0		
	E(m) subtotal billed (Form 1.1, line 14)	E(m) subtotal corrected (Form 1.1, line 14)	Difference
February	\$7,075,731	\$7,123,212	(\$47,481)
March 2021	\$8,884,235	\$8,931,705	(\$47,470)
April 2021	\$9,870,226	\$9,917,587	(\$47,361)
May 2021	\$14,187,724	\$14,235,071	(\$47,347)
June 2021	\$12,907,470	\$12,954,683	(\$47,213)
July 2021	\$11,767,032	\$11,814,245	(\$47,213)
August 2021	\$10,681,642	\$10,728,481	(\$46,839)
September 2021	\$10,091,176	\$10,137,915	(\$46,739)
October 2021	\$12,206,510	\$12,252,482	(\$45,972)
November 2021	\$12,223,234	\$12,269,138	(\$45,904)
December 2021	\$8,455,555	\$8,501,457	(\$45,902)
January 2022	\$8,616,253	\$8,662,075	(\$45,822)
February 2022	\$0	\$0	\$0
Total Billing Difference			<u>(\$561,263)</u>

EKPC requests to amortize the \$561,263 under-recovery through the environmental surcharge in the August 2025 expense period.