Andy Beshear Governor

Rebecca W. Goodman Secretary Energy and Environment Cabinet



Commonwealth of Kentucky **Public Service Commission**211 Sower Blvd.

P.O. Box 615
Frankfort, Kentucky 40602-0615
Telephone: (502) 564-3940
Fax: (502) 564-3460
psc.ky.gov

Kent A. Chandler Chairman

> Angie Hatton Vice Chairman

Mary Pat Regan Commissioner

June 20, 2024

PARTIES OF RECORD

Re: Case No. 2023-00014

Notice is given to all parties that the attached East Kentucky Power Cooperative, Inc. Informal Conference Memorandum and corrected attendance roster has been filed into the record of this proceeding.

If you have any comments you would like to make regarding the contents of the document, please do so within five days of receipt of this letter. If you have any questions, please contact Jason Colyer, at Jason.Colyer@ky.gov.

Sincerely,

Linda C. Bridwell, PE Executive Director

Attachment



INTRA-AGENCY MEMORANDUM

KENTUCKY PUBLIC SERVICE COMMISSION

TO: Case No. 2023-00009 and 2023-00014

FROM: Moriah Tussey, Asst. General Counsel

DATE: June 17, 2024

RE: Informal Conference of June 3, 2024

Pursuant to the Order issued on May 31, 2024 in each case, an informal conference (IC) was conducted on June 3, 2024. Attached is a copy of the attendance roster

The purpose of the IC was to discuss the final Order in Case No. 2023-00014. Michael Cobb with Owen Electric began the meeting after introductions of PSC Staff were made. According to Mr. Cobb, Owen Electric disagreed with the recovery amount set in the final Order of the Fuel Adjustment Clause (FAC) review. He was unable to figure out what methodology the Commission used to reach the amount. Based on his calculations, the amount set in the final Order would result in an under-recovery for the utility.

Christian Everly, Rate Design Manager for Commission Staff, then walked through the methodology used to calculate the FAC rate in the Order. He acknowledged that, as a result of a misunderstanding, the underlying methodology was not correct.

Jennie Phelps, with Farmers RECC, asked if the Commission had intended to change any of the historical methodology. Although Christian Everly noted that he could not speak for the Commission, that was not the intent of the Order. However, even with a correction for the initial formula error, Commission Staff had found discrepancies in certain RECC information that made calculating the proper FAC recovery amount impossible.

Mr. Everly noted that some of the RECCs had discrepancies in their Form A monthly filings from the responses provided in response to Commission Staff's First Request for Information, Item 4. The result of the discrepancies made it difficult to calculate the appropriate and correct FAC rate.

Ms. Phelps pointed out that the discrepancies may be related to the rounding of numbers. Some of the RECCs rounded out using only one decimal place while others rounded to the nearest thousandth.

A discussion was also had about the benefit of the monthly filings being provided in an Excel spreadsheet with formulas and cells unlocked. Currently, the monthly filings are filed in the non-case correspondence folder and also filed on paper. Commission Staff then manually enters the calculations in a spreadsheet to double check that all amounts are correctly calculated.

A question about line loss and its consideration in the recovery of the FAC was brought to Staff's attention. Staff noted that it could not speak for the Commission but would make sure to address that issue with the Commission.

There being no further discussion, the IC was then adjourned.

cc: Parties of Record

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In tl	he M	1att	er	of:
		141		$\mathbf{v}_{\mathbf{i}}$

AN ELECTRONIC EXAMINATIO APPLICATION OF THE FUEL A CLAUSE OF EAST KENTUCKY COOPERATIVE, INC. FROM NO 2020 THROUGH OCTOBER 31,	DJUSTMENT) CASE NO. POWER) 2023-00009 OVEMBER 1,)				
AN ELECTRONIC EXAMINATION APPLICATION OF THE FUEL AN CLAUSE OF EAST KENTUCKY COOPERATIVE, INC. COOPERATIVE, 1, 2020 THROUGH 2022	DJUSTMENT) POWER) CASE NO, ATIVES FROM) 2023-00014				
June 3, 2024					
Please sign in:					
NAME	REPRESENTING				
Travis Stacy	Licking Valley RECC				
John May	Licking Valley RECC				
Sandy Bradley Licking Valley RECC					
andy Skeens Licking Valley RECC					
Barbara Elliott Licking Valley RECC		_ 			
Leah Richardson	Farmers RECC				
Lauren Fritz	Fleming Mason RECC				
Greg Lee	Nolin RECC	Nolin RECC			
Allison Coffey					

Janice Tuttle	Nolin RECC
Morgan Morrow	Nolin RECC
Dill Willis	Nolin RECC
Robert Tolliver	Cumberland Valley RECC
Sara Roberson	Nolin RECC
Alyssa Kurtz	Inter County Energy
Pamela Gray	Jackson Energy
Brittany Montgomery	Jackson Energy
April Renner	Jackson Energy
Shannon Chappell	Owen Electric
Michael Cobb	Owen Electric
Jamie Roby	Salt River Electric
Jack Bragg	Shelby Energy
Jennie Phelps	Salt River Electric
Christian Everly	PSC
Michael Moriarty	Shelby Energy
Lauren Logan	Blue Grass Energy
Mike Williams	Blue Grass Energy
Alyson Honaker	Honaker Law Office
William Coston	PSC
Jacob Watson	EKPC
John West	PSC
Sarah Jankowski	PSC

Brian Thomas	PSC
Moriah Tussey	PSC
Bradley Cherry	Grayson RECC
Billy Frasure	Clark Energy
Carol Wright	Jackson Energy
Jeff Prater	Big Sandy
Brandon Hunt	Fleming-Mason
Kerry Howard	Licking Valley RECC
Jeb Pinney	PSC
Kevin Newton	South Kentucky
Jason Colyer	PSC
Emily Hartgrove	Shelby
Travis Mofield	South Kentucky
Jean McLaughlin	Shelby Energy
Mike Stafford	Owen Electric

*Big Sandy R.E.C.C. Big Sandy R.E.C.C. 504 11th Street Paintsville, KY 41240 *Cumberland Valley Electric, Inc. Cumberland Valley Electric, Inc. Highway 25E P. O. Box 440 Gray, KY 40734 *Grayson R.E.C.C. Grayson R.E.C.C. 109 Bagby Park Grayson, KY 41143

*Farmers R.E.C.C. Farmers R.E.C.C. 504 South Broadway P. O. Box 1298 Glasgow, KY 42141-1298 *Inter-County Energy Cooperative Corp Inter-County Energy Cooperative Corporation 1009 Hustonville Road P. O. Box 87 Danville, KY 40423-0087 *Taylor County R.E.C.C. Taylor County R.E.C.C. 625 West Main Street P. O. Box 100 Campbellsville, KY 42719

*Fleming-Mason Energy Cooperative, In Fleming-Mason Energy Cooperative, Inc. 1449 Elizaville Road P. O. Box 328 Flemingsburg, KY 41041 *Jackson Energy Cooperative Corporati Jackson Energy Cooperative Corporation 115 Jackson Energy Lane McKee, KY 40447

*Nolin R.E.C.C. Nolin R.E.C.C. 411 Ring Road Elizabethtown, KY 42701-6767 *Licking Valley R.E.C.C. Licking Valley R.E.C.C. P. O. Box 605 271 Main Street West Liberty, KY 41472

*South Kentucky R.E.C.C. South Kentucky R.E.C.C. 200 Electric Avenue Somerset, KY 42501 *Owen Electric Cooperative, Inc. Owen Electric Cooperative, Inc. 8205 Highway 127 North P. O. Box 400 Owenton, KY 40359

*Blue Grass Energy Cooperative Corp. Blue Grass Energy Cooperative Corp. 1201 Lexington Road P. O. Box 990 Nicholasville, KY 40340-0990 *Shelby Energy Cooperative, Inc. Shelby Energy Cooperative, Inc. 620 Old Finchville Road Shelbyville, KY 40065

*Clark Energy Cooperative, Inc. Clark Energy Cooperative, Inc. 2640 Ironworks Road P. O. Box 748 Winchester, KY 40392-0748 *Salt River Electric Cooperative Corp Salt River Electric Cooperative Corp. 111 West Brashear Avenue P. O. Box 609 Bardstown, KY 40004