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 18, 2024

PARTIES OF RECORD

Re: Case No. 2023-00009

Notice is given to all parties that the attached East Kentucky Power Cooperative, Inc. Informal Conference Memorandum and 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 the Matter of:

| AN ELECTRONIC EXAMINATION OF THE APPLICATION OF THE FUEL ADJUSTMENT CLAUSE OF EAST KENTUCKY POWER COOPERATIVE, INC. FROM NOVEMBER 1, 2020 THROUGH OCTOBER 31, 2022 |)) CASE NO.) 2023-00009) |
|--|--|
| AN ELECTRONIC EXAMINATION OF THE APPLICATION OF THE FUEL ADJUSTMENT CLAUSE OF EAST KENTUCKY POWER COOPERATIVE, INC. COOPERATIVES FROM NOVEMBER 1, 2020 THROUGH OCTOBER 31, 2022 |))) CASE NO,) 2023-00014)) |
| June 3, 2024 | |
| Please sign in: | |
| NAME REPRESI | ENTING |

| John May | |
|----------|--|
|----------|--|

| Sandy Bradley | _ |
|---------------|---|
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| Brandy Skeens | | |
|---------------|--|--|
|---------------|--|--|

Barbara Elliott_____

Lauren Fritz_____

Greg Lee_____

Allison Coffey_____

| Licking Valley RECC | |
|---------------------|--|
| Licking Valley RECC | |
| Farmers RECC | |

Licking Valley RECC_____

Licking Valley RECC_____

Licking Valley RECC_____

Fleming Mason RECC_____

Nolin RECC_____

Nolin RECC_____

| 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 Purchase Energy |
| Brittany Montgomery | Jackson Purchase Energy |
| April Renner | Jackson Purchase Energy |
| Shannon Chappell | Owen Electric |
| Michael Cobb | Owen Electric |
| Jamie Roby | Owen Electric |
| Jack Bragg | Salt River Electric |
| 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 |

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