

TENNESSEE REGULATORY AUTHORITY



502 Deaderick Street, 4th Floor
Nashville, Tennessee 37243

VIA E-MAIL, FAX AND US MAIL

October 8, 2015

William C. Bovender
Hunter, Smith, & Davis, LLP
1212 North Eastman Road
P.O. Box 3740
Kingsport, TN 37664

RE: Docket No. 15-00093 – *Petition of Kingsport Power Company d/b/a AEP
Appalachian Power for a General Rate Increase.*

Dear Mr. Bovender:

In order to assist the TRA in its investigation in the above captioned docket, it is requested that you re-submit testimony relating to and supporting only the requested rate increase; **the testimony should not include any references and/or explanations related to the Variable Cost Rider (“VCR”)**. It is Staff’s opinion that the appropriate time to file any testimony supporting a request to implement the VCR is when the Company officially requests the alternative regulation pursuant to the 120 day statutory timeframe contained within Tenn. Code Ann. § 65-5-103 (d)(1)(A). Moreover, it is also Staff’s opinion that the time to file a VCR would be at or near the conclusion of Authority’s deliberations of the rate case.

It is requested that the revised testimony for the rate case portion only be submitted no later than 2:00 p.m. Thursday, October 15, 2015. Additionally, Staff is formulating a data request to gather information for the items which contain limited or no supporting calculations/documentation. If you have questions regarding this matter, please contact me at (615) 770-6884.

Sincerely,

A handwritten signature in blue ink that reads "D. Foster".

David Foster
Chief, Utilities Division

Cc: Docket File