

STATE OF TENNESSEE

Office of the Attorney General



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July 7, 2016

David Foster, Chief
Utilities Division
c/o Ms. Sharla Dillion, Docket Manager
Tennessee Regulatory Agency
600 Deaderick Street, 4th Floor
Nashville, Tennessee 37242-0001

RE: Tennessee Regulatory Authority ("TRA") Docket 16-00001 – *Petition of Kingsport Power Company d/b/a Appalachian Power ("KgPCo") for a General Rate Case*

Dear Mr. Foster:

In response to your data request dated June 29, 2016, to the Consumer Advocate:

1. Identify the amount of unamortized rate case expense included in rate base and specifically where this amount is included in rate base.

RESPONSE: In this rate case, KgPCo chose not to include the impact of unamortized rate case expense within the rate base calculation. The Consumer Advocate has determined that KgPCo's proposed treatment of unamortized rate case expense appears reasonable for this docket. Therefore, the Consumer Advocate also omitted unamortized rate case expense from its own rate base calculation.

We have enclosed an original and four copies of this response to be filed in the above-referenced docket.

Sincerely,

A handwritten signature in blue ink that reads "Wayne M. Irvin".

Wayne M. Irvin
Assistant Attorney General
615-532-5512

cc: all parties of record