

# TENNESSEE REGULATORY AUTHORITY



502 Deaderick Street, 4<sup>th</sup> Floor  
Nashville, Tennessee 37243

VIA FAX AND US MAIL

August 5, 2016

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

RE: Docket No. 16-00001 – *Petition of Kingsport Power Company d/b/a AEP  
Appalachian Power for a General Rate Case.*

Dear Mr. Bovender:

In order to assist the TRA in its investigation in the above captioned docket, it is requested that you provide a response to the following questions:

1. According to Original Sheet Number 2-13, the Company will file at least annual information regarding the actual fuel and purchased power expenses and revenues collected under this Rider as well as any proposed adjustment to the Rider rates. The tariff also states that the rates will be designed to collect the approved level of fuel and purchased power expense, including any prior period over/under recovery balance and any refunds from the Company's wholesale power supplier. Is it your position/understanding that the rates contained in the annual filing are subject to Authority approval following a Staff audit?

It is requested that a response be provided by 4:00 pm on August 5, 2016 or in the alternative no later than 9:00 am on August 8, 2016. In accordance with TRA rules submit either (1) an original and thirteen written copies of your response or (2) an original and four written copies and an electronic version. If you have questions regarding the request, please contact me at (615-770-6884) for clarification before responding.

Sincerely,

David Foster, Chief  
Utilities Division  
Cc: Docket File