

**Darlene Standley**

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**From:** Will Castle <wkcastle@aep.com>  
**Sent:** Monday, January 14, 2019 10:04 AM  
**To:** Darlene Standley  
**Subject:** Residential Customer Impact of Tax reform - calculation

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Darlene,

Tax reform will result in an approximate \$1.43 savings for a residential customer using 1000 kWh/month. The residential tariff consists a Service Charge of \$12.63/customer and an energy charge of \$0.00325/kWh. The 8.979% reduction in distribution rates results in a reduction in the customer charge of \$1.13 and a reduction in the energy charge of \$0.000292/kWh or \$0.29 for a customer using 1000 kWh/month. The total reduction for a residential customer using 1000 kWh/month is \$1.42/month.

Additionally, as part of this docket, a regulatory assets of \$1,504,282 related to 2013 storm expenses and \$2,429,108 related to under-collection of FPPAR expenses have been eliminated.



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