

**FEDERAL TAX CUT TARIFF
(F.T.C.)**

APPLICABLE.

To Tariffs R.S., R.S.D., R.S.-L.M.-T.O.D., R.S.-T.O.D., Experimental R.S.-T.O.D.2, G.S., S.G.S.-T.O.D., M.G.S.-T.O.D., L.G.S., L.G.S.-T.O.D., I.G.S., C.S.- I.R.P., C.S. Coal, M.W., O.L., and S.L.

RATE.

1. Pursuant to the final order of the Kentucky Public Service Commission in Case No. 2020-00174, Kentucky Power Company is to credit to retail ratepayers the approved annual amount of excess accumulated deferred federal income taxes (ADIT) beginning January 14, 2021 at the rates set forth below and continue to do so until the Company's base rates are re-set in a future base rate proceeding.

2. The Company shall amortize the calendar year retail Generation and Distribution related ARAM of Protected Excess ADIT and the amount of retail Generation and Distribution related Unprotected Excess ADIT needed to support the remainder of the actual calendar year rate credits provided to customers through this rider.

3. The Residential rate credits and All Other rate credits shall be credited to customers on a kWh basis as follows:

	Residential (\$/kWh)	All Other (\$/kWh)	
January – March and December	\$0.02187	\$0.00672	II
April – November	\$0.00010	\$0.00672	RI

4. The allocation of the actual retail Generation and Distribution related ARAM of Protected Excess ADIT and any Commission authorized amount of Unprotected Excess ADIT, between residential and all other customers shall be based upon their respective contribution to total retail revenues, according to the following formula:

$$\text{Residential Allocation RA(y)} = \text{AC(y)} \times \frac{\text{KY Residential Retail Revenue RR}}{\text{KY Retail Revenue R}}$$

$$\text{All Other Allocation OA(y)} = \text{AC(y)} \times \frac{\text{KY All Other Classes Retail Revenue OR}}{\text{KY Retail Revenue R}}$$

Where:

(y) = the credit year;
RR = \$248,770,246;
OR = \$279,559,942; and
R = \$528,330,188.



DATE OF ISSUE: April 9, 2021
DATE EFFECTIVE: Service Rendered On And After January 14, 2021
ISSUED BY: /s/ Brian K. West
TITLE: Vice President, Regulatory & Finance
By Authority of Orders of the Public Service Commission
In Case No. 2020-00174 dated January 13, 2021; January 15, 2021; February 22, 2021, and March 17, 2021

