

# New Jobs. Focus on the Future. Reliable, Cost-Effective Electric Service.



Liberty's purchase of Kentucky Power means a bright future for eastern Kentucky

## What is happening?

- Liberty has negotiated with AEP to acquire Kentucky Power and maintain its current employees and operations in Eastern Kentucky. This transaction represents the best path forward for securing a strong future of reliable and cost-effective electric service, while preserving critical local jobs and creating new ones, all with a view to enhancing customer satisfaction.

## Why is this important for eastern Kentucky?

### ➤ **New Jobs & Economic Impact**

Expanding Kentucky Power's existing operations in the region, including keeping the current team of Kentucky Power employees, adding approximately 100 new jobs and maximizing the life of the Big Sandy Plant.

### ➤ **Locally Focused Electric Service**

Ensuring a strong, local customer service presence in the communities we serve is a core element of Liberty's operations. Liberty will maintain Kentucky Power's local headquarters in Ashland, KY; create a position supporting customer advocacy; reopen two walk-in customer service centers, and establish a call center in the service territory.

### ➤ **Direct Benefits and Savings for Customers**

Providing direct customer benefits that could decrease bills immediately upon closing of the transaction. This includes a \$40 million fund to help offset volatile fuel prices and a three-year "rate holiday" on the collection of the Big Sandy Plant decommissioning rider.

Learn more about the benefits that Liberty expects to bring to the region by visiting

[LibertyKentuckyPower.com](http://LibertyKentuckyPower.com)

# Know the Facts

about this important opportunity  
for eastern Kentucky



## ✓ No Rate Increases for Customers

Rates won't increase as a result of the transaction. Liberty will honor existing commitments to not seek any rate increases through 2023. In fact, Liberty plans to start off with a three-year rate holiday from the Big Sandy Plant decommissioning rider—an \$84 to \$108 per year decrease for customers.

## ✓ Creating a Fuel Relief Fund

Liberty is creating a \$40 million fund to help offset volatile fuel rates. The Eastern Kentucky Fuel Relief Fund will appear as a credit on bills once the transition to Liberty is complete. This credit will be most beneficial to customers during the winter heating months when the dollar amount credited will be larger. The credit provided by Liberty will be available through 2023 and will not be recovered in rates.

## ✓ Keeping Current Jobs & Creating New Jobs

In addition to retaining all existing jobs, we're creating approximately 100 new, good-paying, local jobs—some of which will support a new call center to be located in eastern Kentucky.

## ✓ Strong Support Across the Region

Liberty's commitment to eastern Kentucky and its promise to retain employees, create new jobs and provide lower electricity rates for customers has generated significant support from numerous local elected officials and business groups across the region.

## When will this happen?

The Kentucky Public Service Commission (PSC) issued its order approving the transaction on May 4, 2022. We are waiting for approval from the Public Service Commission of West Virginia and the Federal Energy Regulatory Commission and expect to complete the transaction.

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