COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE APPLICATION OF) THE FUEL ADJUSTMENT CLAUSE OF) KENTUCKY POWER COMPANY FROM) NOVEMBER 1, 2008 THROUGH OCTOBER 31,) 2010)

CASE NO. 2010-00490

COMMISSION STAFF'S THIRD DATA REQUEST TO KENTUCKY POWER COMPANY

Kentucky Power Company ("Kentucky Power") is to file with the Commission the original and 10 copies of the following information, with a copy to all parties of record, no later than 10 days from the date of this request. Responses to requests for information shall be appropriately bound, tabbed and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Kentucky Power shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which Kentucky Power fails or refuses to furnish all or part of the requested information, it shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention shall be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When applicable, the requested information shall be separately provided for total company operations and jurisdictional operations.

1. Refer to the supplemental response filed by Lila P. Munsey on April 1, 2011. Ms. Munsey states that, "[w]henever a member company's generating capability is insufficient to supply its demand, it draws upon the resources of the other AEP-East Zone companies in accordance with the provisions of the Interconnection Agreement."

a. State whether Kentucky Power or any other American Electric Power Company affiliate intends to terminate the Interconnection Agreement ("Agreement") referenced in Ms. Munsey's supplemental response. If yes, provide details of the termination plan and the effective date of the termination.

b. If the Agreement is to be terminated, explain whether Kentucky Power intends to replace the resources of the other AEP-East Zone companies by constructing new generation, entering into long-term bilateral purchase contracts, or relying on the purchase of market power. Provide an analysis of the projected capacity and energy costs of each of these three options and the impact each option will have on Kentucky Power's monthly fuel costs.

Case No. 2010-00490

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Jeff Derouen Executive Director Public Service Commission P. O. Box 615 Frankfort, Kentucky 40602

DATED _____ APR 1,1 2011

cc: Parties of Record

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