COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| APPLICATION OF KENTUCKY POWER |) |
|--------------------------------------|--------------|
| COMPANY FOR (1) A CERTIFICATE OF |) |
| PUBLIC CONVENIENCE AND NECESSITY |) |
| AUTHORIZING THE TRANSFER TO THE |) |
| COMPANY OF AN UNDIVIDED FIFTY |) |
| PERCENT INTEREST IN THE MITCHELL |) |
| GENERATING STATION AND ASSOCIATED |) CASE NO. |
| ASSETS; (2) APPROVAL OF THE |) 2012-00578 |
| ASSUMPTION BY KENTUCKY POWER |) |
| COMPANY OF CERTAIN LIABILITIES IN |) |
| CONNECTION WITH THE TRANSFER OF THE |) |
| MITCHELL GENERATING STATION; (3) |) |
| DECLARATORY RULINGS; (4) DEFERRAL OF |) |
| COSTS INCURRED IN CONNECTION WITH |) |
| THE COMPANY'S EFFORTS TO MEET |) |
| FEDERAL CLEAN AIR ACT AND RELATED |) |
| REQUIREMENTS; AND (5) ALL OTHER |) |
| REQUIRED APPROVALS AND RELIEF |) |

ORDER

On December 19, 2012, Kentucky Power Company ("Kentucky Power") filed an application seeking, among other things, approval for a certificate of public convenience and necessity pursuant to KRS 278.020(1) and 807 KAR 5:001, Section 15, in connection with the transfer of an undivided 50 percent interest in Ohio Power Company's Mitchell generation station and authorization pursuant to KRS 278.300 and 807 KAR 5:001, Section 17, for Kentucky Power's assumption of certain liabilities associated with the Mitchell transfer.

KRS 278.300(2) provides that the Commission shall have 60 days to adjudicate an application for authority to issue evidences of indebtedness unless it is necessary for

good cause to continue the application. As the Commission does not expect to complete its investigation of Kentucky Power's application within 60 days, the Commission finds that good cause exists to continue the financing request beyond the 60-day period specified in KRS 278.300(2).

The Commission further finds that a procedural schedule for this matter should be established for the processing of this case.

IT IS THEREFORE ORDERED that:

- 1. Kentucky Power's request for approval to assume certain liabilities in connection with the transfer of the Mitchell generation station is continued beyond the 60-day period specified in KRS 278.300(2).
- 2. The procedural schedule set forth in the Appendix attached hereto and incorporated herein shall be followed.
- 3. a. Responses to requests for information shall be appropriately bound, tabbed and indexed and shall include the name of the witness responsible for responding to the questions related to the information provided, with copies to all parties of record and an original and ten copies to the Commission.
- b. 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.

c. Any party 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.

d. For any request to which a party fails or refuses to furnish all or part of the requested information, that party shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

4. All parties shall respond to any interrogatories and requests for production of documents that Commission Staff submits in accordance with the procedural schedule set forth in the Appendix.

5. Any party filing testimony shall file an original and ten copies.

6. At any public hearing in this matter, neither opening statements nor summarization of direct testimonies shall be permitted.

7. The Commission does not look favorably upon motions for continuance. Consequently, motions for extensions of time with respect to the schedule herein shall be made in writing and will be granted only upon a showing of good cause.

8. Nothing contained herein shall prevent the Commission from entering further Orders in this matter.

By the Commission

ENTERED

JAN 25 2013

SERVICE COMMISSION

ATTEST:

Darry D. Brunwell for Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2012-00578 DATED $$\rm JAN~2.5~2013$

| Requests for intervention shall be filed no later than |
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| All initial requests for information to Kentucky Power shall be filed no later than |
| Kentucky Power shall file responses to initial requests for information no later than |
| All supplemental requests for information to Kentucky Power shall be filed no later than |
| Kentucky Power shall file responses to supplemental requests for information no later than |
| Intervenor testimony, if any, in verified prepared form, shall be filed no later than |
| All requests for information to Intervenors shall be filed no later than |
| Intervenors shall file responses to requests for information no later than |
| Kentucky Power shall file, in verified form, its rebuttal testimony no later than |
| Public Hearing to be held in Hearing Room 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky, for the purpose of cross-examination of witnesses of Kentucky Power and Intervenors |
| Simultaneous briefs, if any, should be filed no later than |

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