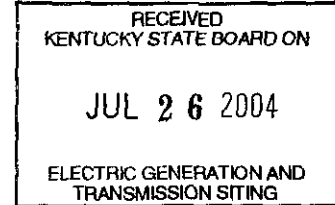
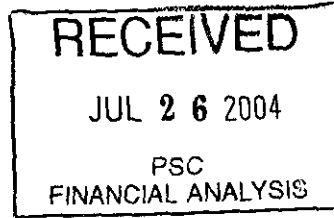


**American Electric Power**  
101A Enterprise Drive  
PO Box 5190  
Frankfort, KY 40602-5190  
www.aep.com



July 23, 2004

Elizabeth O'Donnell  
Executive Director  
Public Service Commission of Kentucky  
211 Sower Boulevard  
P. O. Box 615  
Frankfort, KY 40602-0615

*Case No. 7007-00172*

Re: The Commission's Letter Dated July 15, 2004 regarding the Estill  
County Energy project

Dear Ms. O'Donnell:

The Company has reviewed the Midwest Independent Transmission System Operator, Inc.'s analysis and we concur with their assessment.

The Company does not see any upgrades required to our transmission system, which is the result of placing the Estill County Energy project in-service.

Sincerely,

A handwritten signature in cursive script that reads "Errol K. Wagner".

Errol K. Wagner  
Director of Regulatory Services