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PUBLIC SERVICE
COMMISSION

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September 24, 2007

HAND DELIVERED

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

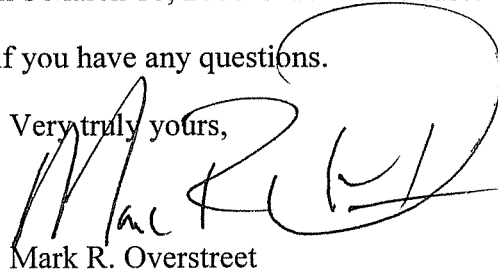
Re: P.S.C. Case No. 2006-00034

Dear Ms. O'Donnell:

Please find enclosed and accept for filing the original and ten copies of Kentucky Power's Report concerning the Company's issuance on September 11, 2007 of an aggregate of \$325,000,000 principal amount of 6.0% Senior Notes, Series %, due 2017. The Report is being provided in accordance with the Commission's March 10, 2006 Order in the case.

Please do not hesitate to contact me if you have any questions.

Very truly yours,



Mark R. Overstreet

KE057:KE183:16058:1:FRANKFORT

BEFORE THE
PUBLIC SERVICE COMMISSION OF KENTUCKY

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PUBLIC SERVICE
COMMISSION

In the Matter of:

THE APPLICATION OF KENTUCKY POWER)
COMPANY FOR AUTHORITY TO ISSUE AND) CASE NO. 2006-00034
SELL SECURED OR UNSECURED PROMISSORY)
NOTES OF ONE OR MORE NEW SERIES)

REPORT

Pursuant to the requirements of the fourth paragraph of the ordering part of the Order entered by the Public Service Commission of Kentucky on March 10, 2007, (the "Order") in Case No. 2006-00034, Kentucky Power Company, the Applicant in said proceeding, HEREBY REPORTS to the Commission:

On September 11, 2007, Kentucky Power Company (the "Company"), pursuant to and in accordance with the terms and conditions of the Order, issued \$325,000,000 aggregate principal amount of 6.0% Senior Notes, Series E, due 2017. The Company paid or estimates that it will pay .65% for the underwriter's discount or commission and .083% for fees and expenses. Interest on the Series E Notes is payable semiannually on each March 15 and September 15, commencing March 15, 2008.

Executed this 21st day of September, 2007.

KENTUCKY POWER COMPANY

By: 

Assistant Secretary