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November 2, 2011

HAND DELIVERED

Jeff R. Derouen
Executive Director
Public Service Commission
P.O. Box 615
Frankfort, KY 40602-0615

RECEIVED

NOV 02 2011

PUBLIC SERVICE
COMMISSION

Mark R. Overstreet
(502) 209-1219
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moverstreet@stites.com

RE: Case No. 2011-00042

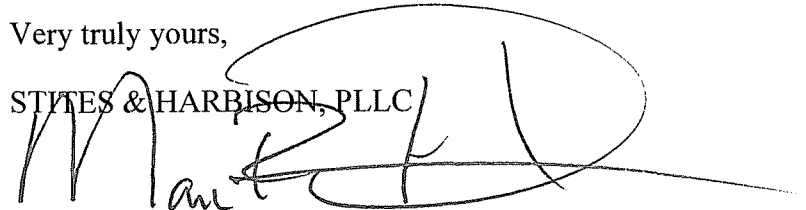
Dear Mr. Derouen:

Enclosed please find and accept for filing the original and ten copies of the Responses of AEP Kentucky Transmission Company, Inc. to the Data Requests propounded at the October 19, 2011 hearing in this matter.

By copy of this letter, copies of the Responses also are being served on counsel for the intervenors.

Very truly yours,

STITES & HARBISON, PLLC



Mark R. Overstreet

MRO

cc: David Boehm
Lawrence W. Cook

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NOV 02 2011

PUBLIC SERVICE
COMMISSION

COMMONWEALTH OF KENTUCKY

BEFORE THE

PUBLIC SERVICE COMMISSION OF KENTUCKY

IN THE MATTER OF

THE APPLICATION OF AEP KENTUCKY)
TRANSMISSION COMPANY, INC.)
FOR A CERTIFICATE OF PUBLIC)
CONVENIENCE AND NECESSITY TO)
OPERATE AS A TRANSMISSION ONLY)
PUBLIC UTILITY)

CASE NO. 2011-00042

RESPONSES OF KENTUCKY POWER COMPANY TO
COMMISSION STAFF'S
OCTOBER 19, 2011 HEARING DATA REQUESTS

November 2, 2011

Kentucky Power Company

REQUEST

Does Kentucky Power sell all of its generation to PJM?

RESPONSE

All of Kentucky Power's generation is sold by AEP into the PJM market. AEP purchases Kentucky Power's load obligation from PJM. To the extent that AEP sells more into PJM than it buys, KPCo is credited its MLR share of these off system sales. The Pool settlement between the AEP East operating companies occurs monthly after the fact.

WITNESS: Ranie K. Wohnhas

Kentucky Power Company

REQUEST

Will Kentucky Transco have any intrastate earnings or receipts subject to the assessment levied by KRS 278.130? If the answer is yes, what is the nature of the activity giving rise to such intrastate earnings or receipts?

RESPONSE

Yes. As currently reported in the Company's annual filing of "Gross Operating Revenues Derived from Intra-Kentucky Business," a portion of those revenues are transmission revenues allocated to Kentucky Power Company for its transmission investment. If the Kentucky Transco was approved as a public utility, a similar report would be filed annually for those transmission revenues allocated to Kentucky Transco for its transmission investment. For the Commonwealth of Kentucky it would be transparent (whether Kentucky Power or Kentucky Transco) in the total revenue subject to the assessment levied by KRS 278.130.

WITNESS: Ranie K. Wohnhas