COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTUCKY POWER)
COMPANY D/B/A AMERICAN ELECTRIC)
POWER FOR APPROVAL, TO THE)
EXTENT NECESSARY, TO TRANSFER) CASE NO. 2002-00475
FUNCTIONAL CONTROL OF)
TRANSMISSION FACILITIES LOCATED)
IN KENTUCKY TO PJM INTERCONNECTION,)
L.L.C. PURSUANT TO KRS 278.218)

<u>ORDER</u>

On April 19, 2004, Kentucky Power Company d/b/a American Electric Power ("Kentucky Power") filed a motion requesting the Commission to: (1) approve the transfer of functional control of Kentucky Power's transmission assets to PJM Interconnection, L.L.C. in conformity with a stipulation entered into by the parties; and (2) cancel the hearing scheduled on April 21, 2004.

Based on the motion and being otherwise sufficiently advised, the Commission finds that it is reasonable to cancel the April 21, 2004 hearing to provide sufficient time for consideration of the parties' stipulation and the request to approve Kentucky Power's transfer of functional control of its transmission assets as more fully set forth in its application. Once the Commission has had an adequate opportunity to review the stipulation, as well as the original application and evidence on rehearing, a decision will be made on the merits of the request to adopt the stipulation and approve the transfer of functional control. In the event that the Commission determines that additional

information or clarification is needed, requests for information will be issued or a hearing will be scheduled.

IT IS THEREFORE ORDERED that the hearing scheduled on April 21, 2004 is cancelled, subject to being rescheduled if needed in accordance with the findings herein.

Done at Frankfort, Kentucky, this 20th day of April, 2004.

By the Commission

ATTEST:

Executive Director