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October 10, 2013

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**ELECTRONICALLY FILED AND
HAND DELIVERED**

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

RE: Case No. 2013-00261

Dear Mr. Derouen:

This letter constitutes the Read1st file required by 807 KAR 5:001, Section 8(5):

(a) General Description of the Filing – Kentucky Power is electronically filing:

- (i) The Read1st file required by 807 KAR 5:001, Section 8(5); and
- (ii) The Company's supplemental response to Staff 1-26.

(b) Materials Not Included In The Electronic Filing – Kentucky Power is filing in paper format only:


(i) The paper medium copy of the electronic mail message required to be filed by 807 KAR 5:001, Section 13(12)(2)(b).

(c) Attestation – The electronically-filed documents are a true representation of the original documents.

(d) Service – There are no other parties to this proceeding.

Jeff R. Derouen
October 10, 2013
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Very truly yours,


Mark R. Overstreet

MRO

COMMONWEALTH OF KENTUCKY
BEFORE THE
PUBLIC SERVICE COMMISSION OF KENTUCKY

IN THE MATTER OF

AN EXAMINATION OF THE APPLICATION)
OF THE FUEL ADJUSTMENT CLAUSE OF)
KENTUCKY POWER COMPANY FROM) CASE NO. 2013-00261
NOVEMBER 1, 2012 THROUGH APRIL 30, 2013)

**KENTUCKY POWER COMPANY SUPPLEMENTAL RESPONSE TO
COMMISSION STAFF'S INITIAL SET DATA REQUESTS ITEM NO. 26**

October 10, 2013

VERIFICATION

The undersigned, Amy J. Elliott, being duly sworn, deposes and says she is a Regulatory Consultant II in Regulatory Services for Kentucky Power, that she has personal knowledge of the matters set forth in the forgoing responses for which she is the identified witness and that the information contained therein is true and correct to the best of her information, knowledge, and belief

Amy J. Elliott

Amy J. Elliott

COMMONWEALTH OF KENTUCKY)

) Case No. 2013-00261

COUNTY OF FRANKLIN)

Subscribed and sworn to before me, a Notary Public in and before said County and State, by Amy J. Elliott, this 10th day of October 2013.

Judy K. Rosquist 481393

(Notary Public)

My Commission Expires: January 23, 2017

Kentucky Power Company

REQUEST

State whether any PJM costs were included in Kentucky Power's monthly FAC filings during the period under review. If yes, provide the amount of the costs by month and by type of cost.

RESPONSE

Yes. The total PJM net energy costs included in KPCo's monthly FAC filings for the six-month period ended April 30, 2013, was \$176,075. These PJM net energy costs are exclusive of any capacity or demand charges (or other PJM charges or costs). The energy associated with the PJM net energy costs included in the monthly FAC is purchased on an economic dispatch basis and recorded in FERC Account 151.

<u>Month/Year</u>	<u>KPCo Full Requirement Customers' PJM Energy Costs</u>
November 2012	\$ 21,167
December 2012	\$ 15,818
January 2013	\$ 22,997
February 2013	\$ 17,005
March 2013	\$ 60,551
April 2013	\$ 38,536
Total	\$ 176,075

October 10, 2013 Revision:

The original response was not complete. It should have been answered as follows. Yes. Total PJM costs included in KPCo's monthly FAC filings for the six-month period ended April 30, 2013, were \$4,130,634. They are broken down between net energy (\$176,075) and marginal line losses (\$3,954,559). The PJM net energy costs are exclusive of any capacity or demand charges. The energy associated with the PJM net energy costs included in the monthly FAC is purchased on an economic dispatch basis and recorded in FERC Account 555. The marginal line losses are recorded in accounts 4470207 and 4470208. For internal load these costs are billed and recovered through the FAC in accordance with Commission Order Dated June 12, 2008 in Case No. 2007-00522. Please see the table below for a breakdown by month.

Month/Year	Total Full Requirement Customers' Fuel Costs	KPCo PJM Marginal Line Losses	KPCo Full Requirement Customers' PJM Energy Costs
(1)	(2)	(3)	(4)
November 2012	\$ 12,738,624	\$ 719,722	\$ 21,167
December 2012	\$ 20,256,025	\$ 731,116	\$ 15,818
January 2013	\$ 16,045,204	\$ 700,879	\$ 22,997
February 2013	\$ 17,866,105	\$ 585,970	\$ 17,005
March 2013	\$ 17,965,648	\$ 701,321	\$ 60,551
April 2013	\$ 15,871,984	\$ 515,551	\$ 38,536
Total	\$100,743,590	\$3,954,559	\$ 176,075

Columns 2 & 3 Source: The monthly Fuel Filing Page 2 of 5, Adjusted Grand Total Fuel Costs (Line I) and Net Transmission Marginal Line Loss for month in Accounts 4470207 & 4470208 (Line H).

Column 4 Source: The monthly Fuel Backup Filing, "Fuel and Energy System Practices Monthly Purchase Summary Report".

WITNESS: Amy J. Elliott