

August 15, 2018

ELECTRONICALLY FILED

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

Mark R. Overstreet
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RE: **Case No. 2017-00179** (Post-Case Correspondence File)

Dear Ms. Pinson:

This letter is to provide further information concerning Kentucky Power Company's August 15, 2018 filing to update its Decommissioning Rider. The filing reflects the format used in previous filings but incorporates the following modifications instituted by recent Commission action:

(a) the weighted average cost of capital reflects the 9.7 percent return on equity ordered by the Commission in its January 18, 2018 order in this case;

(b) the weighted average cost of capital also reflects the impact of the reduction in the federal corporate income tax rate in accordance with the Commission's January 18, 2018 order in this case; and

(c) the decommissioning rider reflects the amortization of the unprotected accumulated deferred income tax over 18 years as ordered by the Commission in its June 28, 2018 order in Case No. 2018-00035.

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

Ms. Pinson
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Very truly yours,

Mark R. Overstreet

A handwritten signature in blue ink, appearing to read 'MRO', with a large, sweeping flourish extending upwards and to the right.

MRO
cc: Counsel of record (via e-filing system)