COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

Electronic Application Of Kentucky Power Company)	
For (1) A General Adjustment Of Its Rates For)	
Electric Service; (2) Approval Of Tariffs And Riders;)	
(3) Approval Of Accounting Practices To Establish)	Case No. 2023-00159
Regulatory Assets And Liabilities; (4) A)	
ecuritization Financing Order; And (5) All Other)	
Required Approvals And Relief)	

Kentucky Power Company's July 3, 2024 Transmission Cost Allocation Study Update

In the direct testimony of Joshua D. Burkholder, filed in this case on June 29, 2023, Mr. Burkholder described the steps that Kentucky Power Company ("Kentucky Power" or "Company") has taken to address the Commission's concerns regarding the Company's transmission investment and expenses. Mr. Burkholder's testimony further describes that American Electric Power Service Corporation ("AEPSC") had initiated a review process to examine how PJM transmission costs are allocated to and among the Company and the other AEP operating companies operating in PJM (collectively, the "AEP East Operating Companies"), focusing primarily on cost allocation in the AEP Zone in PJM. To support the transparency of the analysis, the Company also committed in Mr. Burkholder's testimony to providing updates to the Commission in this docket about the progress of AEPSC's review every 30 days, beginning August 31, 2023, until the time the analysis is complete and recommendations from it are submitted to the Commission.

Since the Company's June 3, 2024 update, The Brattle Group ("Brattle") completed its transmission cost allocation study analysis, and the results were presented to Kentucky Power. The Company provided copies of Brattle's reports to the Commission and the parties in this case

via email on June 14, 2024. The Company then attended a meeting with the Commission, and interested stakeholders, on June 18, 2024, where representatives of the Company and The Brattle Group presented the results and recommendations and had a discussion with the Commission and stakeholders. At that meeting, the Company committed to provide the Commission with any additional updates to the study analysis if and when any updates become available.

Because the transmission cost allocation study has been completed and the final reports have been shared with the Commission, the Company understands its obligation to provide regular monthly updates to be discharged. This filing represents the Company's final regular filing. However, the Company will notify the Commission if and when any pertinent updates to the analysis become available.

Respectfully submitted,

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