

KENTUCKY:

Before the

PUBLIC SERVICE COMMISSION

.....
REPORT OF EVIDENCE OF :
:
BORROWING OF :
:
KENTUCKY POWER COMPANY :
.....

REPORT OF EVIDENCE OF BORROWING IN CONNECTION
WITH ENTERING INTO A \$150,000,000 CREDIT AGREEMENT

KENTUCKY POWER COMPANY (“Kentucky Power”) reports as follows:

1. Pursuant to the Order entered on May 9, 2025, by the Commission in the matter of Case No. 2025-00059, Kentucky Power entered into a Credit Agreement, dated September 29, 2026, with The Huntington National Bank as Administrative Agent to be used for general corporate purposes.
2. Date of Credit Agreement: September 29, 2026
3. Amount Borrowed: \$150,000,000
4. Interest Rate: Variable rate; the applicable margin is 115 basis points above SOFR
5. Termination Date: September 29, 2028
6. Net Proceeds: \$149,752,500
7. Expenses:
 - \$2,500 Reimbursement Costs
 - \$20,000 Annual Administration Fee
 - \$35,00 Estimated Legal Fees
 - \$75,000 for Upfront Fee
 - \$150,000 Syndication Fee
8. Hedging Agreements/IRMA’s: None
9. Attachment A is an excerpt from an email sent to the Assistant Treasurer of Kentucky Power on September 28, 2026, that demonstrates this borrowing is in the low range of interest rates. The email includes the indicative interest rates and costs expressed in basis points added to the one-month SOFR from KeyBanc Capital Markets. The actual borrowing reflects a 115 basis point spread over SOFR for two-year debt, the indicative bid from KeyBank reflects a 150-162.5 basis point spread over SOFR for two-year debt.

Respectfully submitted this 16th day of October, 2026.

KENTUCKY POWER COMPANY

By: /s/ William E. Johnson
William E. Johnson
Assistant Secretary

Indicative New Issue Pricing

Kentucky Power Company							
Final Maturity:	1-year	2-year	3 years	5 years	7 years	10 years	
US Treasury / SOFR Benchmark:	1M SOFR		3-year UST	5-year UST	7-year UST	10-year UST	
Benchmark Yield:	3.90%		5.01%	5.07%	5.15%	5.24%	
144A Life	--	--	+120 bp area	+130 bp area	+140 bp area	+150 bp area	
Senior Unsecured Notes Baa3 / BBB / BBB	--	--	6.21%	6.37%	6.55%	6.74%	
Term Loan A	S+ 135 - 150 bps	S+ 150 - 162.5 bps	--	--	--	--	
	5.25% - 5.40%	5.40% - 5.52%	--	--	--	--	



Sources: Bloomberg, KBCM

Note: Indicative new issue pricing assumes index eligible offering; based off of current market conditions and is subject to change at the time of pricing