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COMMISSION

421 West Main Street
Post Office Box 634
Frankfort, KY 40602-0634
[502] 223-3477
[502] 223-4124 Fax
www.stites.com

January 23, 2012

HAND DELIVERED

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

Mark R. Overstreet
(502) 209-1219
(502) 223-4387 FAX
moverstreet@stites.com

RE: Case No. 1999-00149

Dear Mr. Derouen:

Thank you and the other members of the Commission Staff for the opportunity to meet January 19, 2012 to discuss the proposed new agreement between Kentucky Power Company, Indiana Michigan Power Company ("I&M") and Appalachian Power Company ("APCo.") The new three-party agreement will replace the existing agreement dated July 6, 1951, as amended, by and between APCo, Kentucky Power, Columbus Southern Power Company, I&M, and Ohio Power Company that defines the sharing of costs and benefits of their respective generating plants.


As you requested, this letter memorializes Kentucky Power's request that last Thursday's presentation to be treated as the notice contemplated by Paragraph 8(T) of the May 24, 1999 Stipulation and Settlement Agreement in Case No. 99-00149, *In the Matter of: Joint Application of Kentucky Power Company, American Electric Power Company, Inc. and Central South West Corporation*. Because of the pace of events, it is unlikely that the final version of the agreement will be available until much closer to the time it is filed with the Federal Energy Regulatory Commission. Kentucky Power will continue to provide the Staff and interested parties with additional details concerning the agreement as they develop, and will provide the final copy of the proposed agreement no later than its filing with the Federal Energy Regulatory Commission.

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

Jeff R. Derouen
January 23, 2012
Page 2

Very truly yours,

STITES & HARBISON, PLLC


Mark R. Overstreet

MRO

cc: Quang D. Nguyen
Faith Burns
David F. Boehm
Michael L. Kurtz
Lawrence W. Cook