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August 25, 2016

RECEIVED

AUG 25 2016

PUBLIC SERVICE
COMMISSION

Mark R. Overstreet
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HAND DELIVERED

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

RE: Case No. 2013-00430 (To Be Retained In The Company's General
Correspondence File)

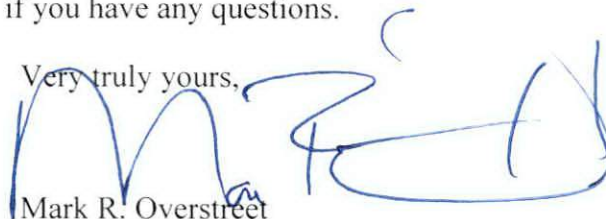
Dear Dr. Mathews:

In accordance with Order Paragraph 2 of the Commission's August 1, 2014 Order, and the Company's June 30, 2016 filing, please find enclosed and accept for filing the original and ten copies of the Company's supplemental report of the actual cost of the construction through July 31, 2016 of the Big Sandy Unit 1 conversion.

Kentucky Power anticipates a small amount of additional costs may be billed and paid in the future in connection with the conversion. This report will be supplemented monthly until all such costs have been recorded.

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

Very truly yours,



Mark R. Overstreet

MRO

Enclosure

cc: Michael L. Kurtz

Big Sandy U1 Gas Conversion Actual Cost Detail July 31, 2016

Descriptions	Material	Labor	Total
Asbestos Abatement	\$ -	\$ 4,133	\$ 4,133
Civil	\$ 2,160,150	\$ 3,778,565	\$ 5,938,715
Structural/Mechanical	\$ 6,091,040	\$ 8,732,800	\$ 14,823,839
Electrical and I&C	\$ 2,483,811	\$ 2,312,145	\$ 4,795,956
OEM Supply Scope	\$ 7,827,492	\$ 702,985	\$ 8,530,477
Architect Engineering/Outside Professional Services	\$ -	\$ 7,216,607	\$ 7,216,607
PMEC	\$ -	\$ 8,437,722	\$ 8,437,722
Owner's Costs	\$ -	\$ -	\$ -
Risk Allocation			\$ -
AEP Overheads - Allocations			\$ 6,953,307
GRAND TOTAL			\$ 56,700,757

Grand Total does not include AFUDC.
 The "OEM Supply Scope" reflects a refund of certain amounts paid for boiler re-work materials.