

October 27, 2016

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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

RECEIVED

OCT 27 2016

PUBLIC SERVICE
COMMISSION

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 September 30, 2016 of the Big Sandy Unit 1 conversion.

Kentucky Power anticipates ongoing engineering work, consistently only of labor charges, will be completed in mid-November, 2016. This report will be supplemented monthly until all 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 September 30, 2016

Descriptions	Material	Labor	Total
Asbestos Abatement	\$ -	\$ 4,133	\$ 4,133
Civil	\$ 2,161,609	\$ 3,788,289	\$ 5,949,897
Structural/Mechanical	\$ 6,117,430	\$ 8,790,280	\$ 14,907,710
Electrical and I&C	\$ 2,478,933	\$ 2,326,466	\$ 4,805,399
OEM Supply Scope	\$ 7,876,588	\$ 873,502	\$ 8,750,090
Architect Engineering/Outside Professional Services	\$ -	\$ 7,265,945	\$ 7,265,945
PMEC	\$ -	\$ 8,540,466	\$ 8,540,466
Owner's Costs	\$ -	\$ -	\$ -
Risk Allocation			\$ -
AEP Overheads - Allocations			\$ 7,290,805
GRAND TOTAL			\$ 57,514,445