



Legal Department

American Electric Power
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Columbus, OH 43215-2373
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October 31, 2013

The Honorable Jonathan J. Tauber
Attorney Examiner
Public Utilities Commission of Ohio
180 East Broad Street
Columbus Ohio 43215-3793

Re: *In the Matter of the Application of Ohio Power Company for Approval of an Amendment to its Corporate Separation Plan*, Case No. 12-1126-EL-UNC

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Examiner Tauber:

On October 17, 2012, the Commission issued its Finding and Order in this case approving the structural corporate separation proposal of Ohio Power Company (AEP Ohio). In Paragraph 32(c), AEP Ohio was authorized to retain certain pre-existing contractual obligations without prior Commission approval for the remaining term of the contract – subject to the conditions specified in Paragraph 32(c), including that the AEP Genco be made contractually responsible for all costs relating to such remaining liabilities. The Finding and Order required AEP Ohio to identify such obligations by October 31, 2013. This letter is to formally notify the Commission that AEP Ohio has identified the obligations that will be subject to the terms of Paragraph 32(c) and to verify that the AEP Genco will be contractually responsible for all costs resulting from such remaining liabilities. The corporate separation closing is scheduled for the end of 2013 and it is expected that remaining liabilities permitted under Paragraph 32(c) will continue to exist through the existing contract term unless they can be effectively negotiated in the future without substantially increased liabilities.

Because the associated contract negotiations with counter-parties (some of which is ongoing) are confidential, AEP Ohio met privately with Commission Staff to discuss those matters in detail and answer their questions. When AEP Ohio met with Staff, the Company agreed to notify Staff if there is a development regarding the pre-existing contractual obligations retained by AEP Ohio that triggers any unreimbursed cost or liability during the remaining term of those contracts. The Company also agreed to notify Staff of any filings relating to the retained contractual liabilities before the Federal Energy Regulatory Commission.

Thank you for your attention to this matter.

Respectfully Submitted,

cc: Parties of Record

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in

Case No(s). 12-1126-EL-UNC

Summary: Correspondence -Letter to Attorney Examiner electronically filed by Mr. Steven T Nourse on behalf of Ohio Power Company