



American Electric Power
1 Riverside Plaza
Columbus, OH 43215

May 22, 2026

Honorable Debbie-Anne A. Reese
Secretary
Federal Energy Regulatory Commission
888 First St., N.E.
Washington D.C. 20426

Re: *Appalachian Power Company*
Indiana Michigan Power Company
Kentucky Power Company
Kingsport Power Company
Ohio Power Company
Wheeling Power Company
Informational Filing of True-Up of 2025 Annual Transmission Revenue Requirement
Docket No. ER17-405-000

Dear Secretary Reese:

Appalachian Power Company, Indiana Michigan Power Company, Kentucky Power Company, Kingsport Power Company, Ohio Power Company, and Wheeling Power Company (collectively referred to herein as “AEP” or the “AEP East Operating Companies”), hereby submit for filing, for informational purposes, the true-up of the 2025 annual transmission revenue requirement (“2026 Annual Update”). This 2026 Annual Update is submitted pursuant to Attachment H-14A (“Protocols”) of the PJM Interconnection, L.L.C. (“PJM”) Open Access Transmission Tariff (“OATT”) and includes fully populated Microsoft Excel files with formulas intact.¹ Additionally, the 2026 Annual Update includes a copy of the AEP Cost Allocation Manual which identifies descriptions of AEP’s cost allocation methodologies and the 2025 Actuarial Report.²

As required by the Protocols,³ the materials have been submitted to PJM for posting on

¹ PJM Interconnection, L.L.C., Intra-PJM tariffs, Attachment H-14A § 3 (“Protocols”). *See also* Staff’s Guidance on Formula Rate Updates (July 17, 2014).

² AEP engages Willis Towers Watson Actuarial Services to calculate the Post Retirement welfare obligation and expense using updated employee demographics and other actuarial assumptions such as discount rate, returns on assets, health care cost trend rate, and mortality table.

³ Protocols at § 3.a.

its website at:

<https://www.pjm.com/markets-and-operations/billing-settlements-and-credit/formula-rates.aspx>

A copy of this notice of such posting was provided to PJM, the parties in this docket, and to all affected state commissions on May 22, 2026.

The 2026 Annual Update provides the annual transmission revenue requirements for the 2025 rate year to be billed with interest pursuant to the AEP Protocols accepted by FERC in this docket.⁴ This true-up of the 2025 annual transmission revenue requirement contains no expenses or costs that have been alleged or judged in any administrative or judicial proceeding to be illegal, duplicative, or unnecessary costs that are demonstrably the product of discriminatory employment practices, as defined in 18 C.F.R. § 35.13(b)(7).

Section 3.e.(i.) of the Protocols and the Commission Staff's Guidance on Formula Rate Updates requires AEP to submit supporting documentation for data not otherwise available in its FERC Form No. 1. On February 27, 2026, AEP filed revisions to its Formula Rate Template contained in Attachment H-14B, Part 1 in Docket No. ER26-1543-000 to implement changes necessitated by the Commission's revisions to FERC Form No. 1 adopted in Order No. 898, to be effective January 1, 2025.⁵ Specifically, AEP updated the template to reflect Order No. 898's new functional class for energy storage accounts. The Commission accepted these revisions on April 17, 2026. Due to the implementation of Order No. 898, the Gross Plant In Service beginning balances for Distribution Plant, General Plant, and Intangible included in the formula rate templates do not match the FERC Form No. 1 balances reported on pages 204, 206, and 207. The 13-month balances in Worksheet A-1 are the true representation of the assets as of December 31, 2024. FERC Staff are aware of this one-time numerical discrepancy between the FERC Form No. 1 and the formula rate template and have recommended use of the current approach for reporting beginning balances.

As required by the Protocols, AEP will host a webinar and teleconference meeting at 10:00 a.m. (Eastern Time) on June 18, 2026, to afford interested parties the opportunity to discuss the 2026 Annual Update.⁶ Information regarding this meeting will be available at:

<https://www.aep.com/requiredpostings/oatt>

Thank you for your attention to this informational filing. Please contact the undersigned if you have any questions concerning this filing.

Respectfully submitted,

/s/ John C. Crespo

⁴ *PJM Interconnection, L.L.C.*, 18 FERC ¶ 62,187 (2017).

⁵ Accounting & Reporting Treatment of Certain Renewable Energy Assets, Order No. 898, 183 FERC ¶ 61,205 (2023) ("Order No. 898").

⁶ Protocols at § 3.d.

Debbie-Anne A. Reese, Secretary
May 22, 2026
Page 3 of 3

John C. Crespo
Deputy General Counsel
American Electric Power Service Corporation
1 Riverside Plaza.
Columbus, OH 43215
614-716-3727
jccrespo@aep.com

Michelle L. Castaline
Step toe LLP
1330 Connecticut Avenue NW
Washington, DC 20036
(202) 429-8066
mcastaline@steptoe.com

*Counsel for American Electric Power Service
Corporation*