



American Electric Power
1 Riverside Plaza, 29
Columbus, Ohio 43125-2373

May 25, 2023

Honorable Kimberly D. Bose
Secretary
Federal Energy Regulatory Commission
888 First St., N.E.
Washington D.C. 20426

Re: ***American Electric Power Service Corporation***
2023 Annual Update
Docket No. ER18-195-000

Dear Secretary Bose:

American Electric Power Service Corporation (“AEPSC”), on behalf of its affiliates, Public Service Company of Oklahoma (“PSO”), and Southwestern Electric Power Company (“SWEPCO” collectively “AEP” or “the AEP West Operating Companies”), hereby submits for filing, for informational purposes, the true-up of its 2022 annual transmission revenue requirement (“2023 Annual Update”). This 2023 Annual Update is submitted pursuant to the Southwest Power Pool, Inc. (“SPP”) Open Access Transmission Tariff (“OATT”) and includes fully populated Microsoft Excel files with formulas intact. Additionally, the Annual Update includes a copy of the AEP Cost Allocation Manual which identifies descriptions of AEPSC’s costs allocation methodologies and the 2022 Actuarial Report.¹

The 2023 Annual Update attached hereto, includes certain refunds that were identified during the 2021 rate year review period. The materials have been submitted to the Southwest Power Pool (“SPP”) for posting on its website at:

<http://opsportal.spp.org/OASIS/Directory/Member%20Related%20Postings>

A copy of this notice of such posting was provided to SPP, the parties in this docket, and to all affected state commissions on May 25, 2023. The 2023 Annual Update provides the annual transmission revenue requirements for the 2022 rate year to be billed with interest pursuant to the AEP Protocols accepted by FERC in this docket.² The 2022 True-Up 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

¹ 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.

² *Southwest Power Pool, Inc.*, 161 FERC ¶ 61,306 (2018)

Kimberly D. Bose, Secretary
May 25, 2023
Page 2

practices, as defined in 18 C.F.R. § 35.13(b)(7). The 2023 Annual Update reflects the treatment of the Accumulated Deferred Income Taxes (ADIT) associated Net Operating Losses to a stand-alone basis rather than a consolidated basis, consistent with the filing for the prior year.

AEP will host a webinar and teleconference meeting at 2:00 p.m., (Central Time) on June 23, 2023, to afford interested parties the opportunity to discuss the 2023 Annual Update. 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/ Hector Garcia-Santana

Hector Garcia-Santana

American Electric Power Service Corporation

1 Riverside Plaza, 29

Columbus, OH 43125-2373

614-716-3410

hgarcia1@aep.com

*Senior Counsel for American Electric Power
Service Corporation*