

BOUNDLESS ENERGY"

Summer Preparedness 2023

Steve Baker | President and COO

Bob Jessee| Managing Director, Generating Assets IndianaMichigan Power and Kentucky Power

Kelly Ferneau | Site Vice President, Cook Nuclear Plant

Subin Mathew | Director, Reliability and Grid Modernization

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AMERICAN ELECTRIC POWER



Executive Summary

- BOUNDLESS ENERGY"
- Prepared with adequate resources and infrastructure to meet customer needs during Summer 2023
- Taking proactive steps across the organization to prepare for summer weather related events
- Communications plan in place to engage with customers for demand response events and severe weather





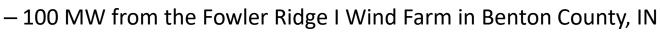


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Diverse set of Generation Resources and PPAs:

- 2,278 MW Cook Nuclear Plant
- 2,223 MW Rockport Coal Plant
- 22 MW of Hydroelectric Power
- 35 MW of Universal Solar
- 187 MW OVEC ICPA
- 450 MW of Wind Power under PPA;



Indiana Michigan Power

Resource Diversity

- 50 MW from the Fowler Ridge II Wind Farm in Benton County, IN
- 100 MW from the Wildcat Wind Farm in Madison County, IN
- 200 MW from Headwaters Wind Farm in Randolph County, IN

I&M Demand-Side Resources:

- Energy Efficiency Programs
- \sim 300 MW of Interruptible and Demand Response Load

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Carbon-free System-wide Generation In 2022



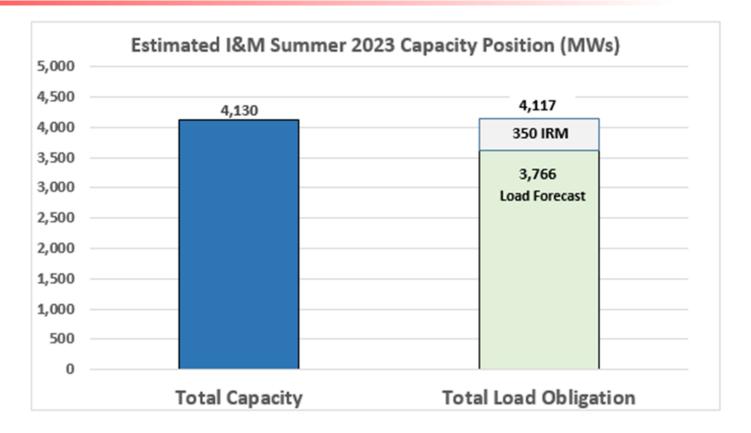
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Summer Energy Outlook PJM Unforced Capacity (UCAP)

I&M has sufficient capacity to meet its load obligations for Summer 2023 with adequate reserve margin

	2023
	Capacity
Description	(MW)
Fossil and Nuclear	3,740
Demand Response	306
Intermittent (wind,solar, hydro)	84
Total Capacity	4,130

Note: I&M's average summer peak for 2020-2022 is 3,944MW; the highest summer peak was 4,011MW in 2021





PJM-2023 Watch List

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- I&M does not anticipate RTO changes to impact the ability to meet 2023 summer load obligations.
- I&M is monitoring ongoing activities in PJM related to:
 - Capacity market changes in response to resource adequacy needs over next 5 – 7 years*
 - Implementation of interconnection queue reforms for new generation resources
 - Integration of Distributed Energy Resources into capacity, energy, and ancillary service markets

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^{*} Based on a report issued by PJM on February 24, 2023 titled "Energy Transition in PJM: Resource Retirements, Replacements & Risks



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Summer 2023 Preparation: Non-nuclear Generation

Rockport:

- Planned Outages: Spring outages to be complete by Mid-June 2023
- Fuel, reagent and material availability and deliveries are meeting expectations

Other Generation Resources:

- Solar, wind, and hydro expected to be available for summer season
- Generation needs in excess of I&M's available capacity will be met through market purchases



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Generation: Proactive Management of Extreme Weather (Summer Peaking)

Weeks Ahead

- Address notable known liabilities during Spring touch up outages.
- Verify coal, chemical and reagent inventories and delivery schedules align with anticipated operating plan.
- Heat Stress Awareness Policy review with employees.
- Review Severe Weather Procedure in Emergency Action Plan and execute tornado drill.
- Complete corrective and preventive maintenance of critical equipment including (blowers/compressors, circulating water intake screens and air filters, coal conveying equipment, etc.
- Prepare facility for summer operation by reversing winterization activities such as blanking of building vents/fans, adjusting thermostats, etc.
- Preventive Maintenance on HVAC systems in critical areas.

Days Ahead

- Increase operations rounds on critical equipment, monitoring of key trends in the Plant Information System
- Ensure availability of needed staffing, setting up overtime as needed well in advance.
- Increase monitoring for biofouling in cooling towers
- Establish staffing augmentation as needed.

Day Ahead

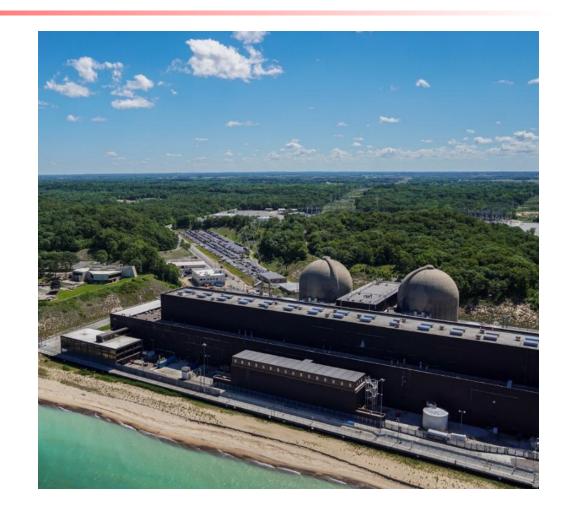
- Work scope review with respect to unit trip potential (risk), and limit tasks as necessary
- Extend delivery times/days for reagent truck drivers as needed
- Plan work and staffing according to heat stress policy – evaluate heat index and implement work / rest cycles and adequate supply of hydration.



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Nuclear Generation

- Fuel suppliers
 - Adequate fuel supply
- Planned/maintenance outages
 - No Spring refueling outage
 - Preemptive cleaning of feedwater condensers (U1)
- Severe Weather
 - Summer readiness procedure
 - High heat, high winds, rough lake procedure
 - Elevated lake temperature procedure



Summer 2023 Preparation:

Nuclear Generation



Transmission & Distribution Operations: Extreme Weather Preparations and Response

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Annual Preparedness

- AEP is embarking on a Storm Governance project, focusing on opportunities to enhance restoration strategies, I&M included.
- Weekly meeting with Regional Mutual Assistance Group (RMAG) to review issues
- Weekly meeting with AEP Storm Coord. team to review general storm preparation business.
- I&M Incident Command System (ICS) is regularly updated with role assignments and back-ups, and planned absences are reported to ensure coverage.
- ICS General Training will be reviewed in 2022. Training for individual roles will be implemented to at least the "Unit Leader" level.
- At least two "mock events" are planned to test I&M storm response.

Days Ahead

- Weather alert is received from AEP Meteorology with prediction model data for a forecasted weather event.
- AEP Mutual Assistance schedules a meeting to review.

- I&M Leadership reviews forecast.
- Based on severity of forecast, ICS is activated, internal and base load resources are put on alert, and AEP Mutual Assistance is contacted to fill outside resource requests.
- ICS Logistics and Planning sections engage to prepare. Planning section sets up structure for strategic interface with other sections and situational analysis to prepare for resource mobilization.

Event Response

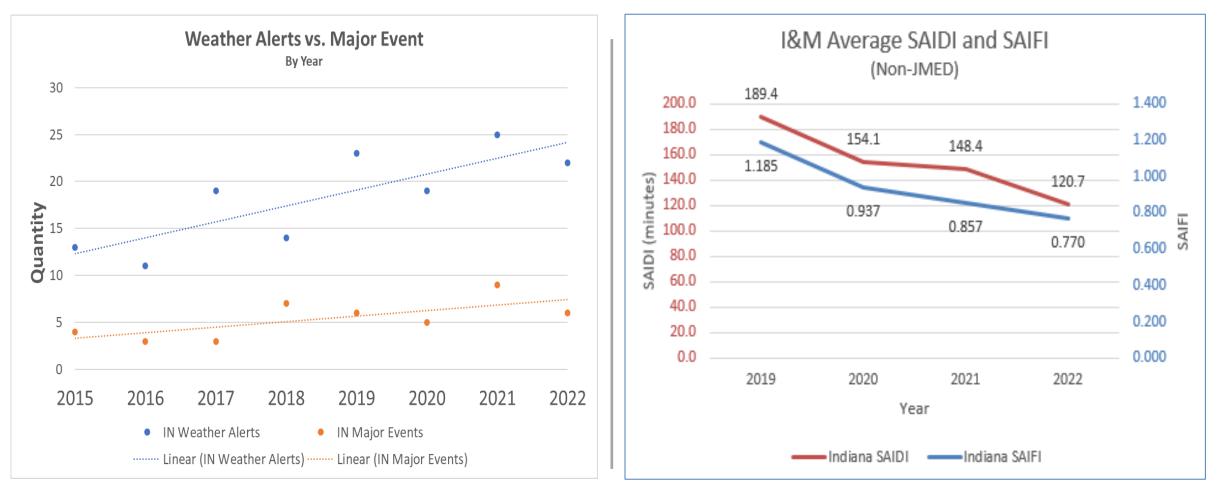
- Incident Command System begins managing restoration efforts.
- Begin hazard assessment and damage assessment as a first response.
- Utilize AMI, Grid Modernization, and other technologies to identify outages and provide intelligence into storm response planning
- Operations Section, which has been engaged, initiates active restoration based on Planning Section data.
- Event Time of Restoration (ETR) estimates are established based on field conditions, crew and material availability and provided to communications team
- IURC receives regular updates during event restoration.

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Summer 2023 Preparation: Improving Reliability & Resiliency





March 2023 Severe Storm Event

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Pre-Event Preparations

- The I&M team closely monitored multiple weather forecasting services prior to the 3/3/23 event.
- Additional resources including mutual assistance (450 FTEs) were secured.
- Storm mode (ICS) activated just after 1 pm on 3/3/23.

Storm Impacts

- At the peak, over 11,000 customers experienced an outage (7,409 customers in Indiana and 3,983 in Michigan) between 8pm and 9 pm on 3/3/23.
- We experienced approximately 7" of heavy wet snow and wind peak speeds approaching 60 MPH across most of the service territory.
- I&M initiated coordination with EMA and Civil Authorities early in the event.

Storm Response

- Event ETR and circuit level ETRs established early in the event.
- All customers restored within 24 hours of the onset of weather.
- I&M was able to send line and vegetation resources to sister companies on 3/5/23.

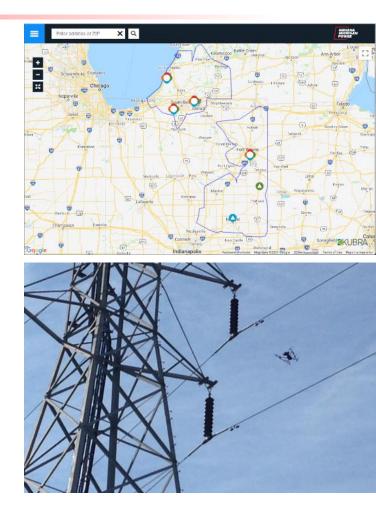




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Summer 2023 Preparation: Customer Focus / Engagement

- Infrastructure Investments Are Making Positive Difference
 - Positive impacts on level of impact and recovery times
 - Tree related events and failed equipment are trending down
 - Grid modernization is improving resiliency
 - Challenges remain with materials with mitigation steps in place
- Customer Engagement During Event
 - Social Media/One Voice-provides current "picture" of recovery
 - Mobile Alerts-provides ETR updates
 - I&M Website provides geographical outage information
- Demand Response
 - Notifications sent to enrolled customers
 - Large customers contacted by customer service representatives





Customer Engagement Examples

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Questions

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