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Leonard K. Peters Secretary Energy and Environment Cabinet



Commonwealth of Kentucky

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Charles R. Borders
Commissioner

September 30, 2011

Honorable Kendrick R. Riggs Stoll Keenon Ogden, PLLC 2000 PNC Plaza 500 W Jefferson Street Louisville, KY 40202-2828

Honorable Lindsey Ingram III Stoll Keenon Ogden PLLC 300 West Vine Street Suite 2100 Lexington, Kentucky 40507-1801

Honorable Allyson K. Sturgeon Senior Corporate Attorney LG&E and KU Services Company 220 West Main Street Louisville, Kentucky 40202

Re: Joint Application of Louisville Gas and Electric Company
And Kentucky Utilities Company for a Certificate of Public Convenience
And Necessity and Site Compatibility Certificate for the Construction
Of a Combined Cycle Combustion Turbine at the Cane Run
Generating Station and the Purchase of Existing Simple Cycle
Combustion Turbine Facilities from Bluegrass Generation
Company, LLC in LaGrange, Kentucky
Case No. 2011-00375

Dear Messrs. Riggs and Ingram and Ms. Sturgeon:

The Commission is in receipt of your September 29, 2011 letter responding to our September 26, 2011 letter rejecting as deficient your application in the above referenced case. The deficiency we noted was under 807 KAR 5:001, Section 9(2)(b), which requires the filing of copies of franchises or permits, if any, from the proper public authority for the proposed new construction or extension, if not previously filed with the Commission.



Your response indicated that Louisville Gas and Electric Company ("LG&E") and Kentucky Utilities Company ("KU") ("the Joint Applicants") believe the Commission's September 26, 2011 letter is in error because the Joint Application, supporting Direct Testimony, and exhibits attached thereto satisfy the filing requirement set forth in 807 KAR 5:001, Section 9(2)(b).

You further state that the permits identified and discussed in the Joint Application and in the Direct Testimonies of Messrs. John N. Voyles and Gary H. Revlett are all the permits of which the Joint Applicants are currently aware that will be required for the requested construction of the proposed new generating facility at the existing Cane Run site. You further state that to the extent that the Joint Applicants become aware that any other permits will be required for the proposed construction at the Cane Run site, Joint Applicants will appropriately inform the Commission and intervenors of such.

The Commission staff has conducted a supplemental review of your joint application, testimony, and exhibits, and finds that your Joint Application as tendered on September 15, 2011 meets the minimum filing requirements and is accepted for filing as of that date. Enclosed please find a stamped filed copy of the first page of your filing. In all future correspondence or filings in connection with this case, please reference the above case number.

If you need further assistance, please contact my staff at (502) 562-3940.

Sincerely,

Linda Faulkner

Filings Division Director



COMMONWEALTH OF KENTUCKY

RECEIVED

BEFORE THE PUBLIC SERVICE COMMISSION

SEP 1 5 2011

PUBLIC SERVICE COMMISSION

In the Matter of:

JOINT APPLICATION OF LOUISVILLE GAS)	
AND ELECTRIC COMPANY AND KENTUCKY)	•
UTILITIES COMPANY FOR A CERTIFICATE)	
OF PUBLIC CONVENIENCE AND NECESSITY)	
AND SITE COMPATIBILITY CERTIFICATE)	
FOR THE CONSTRUCTION OF A COMBINED)	CASE NO. 2011
CYCLE COMBUSTION TURBINE AT THE)	
CANE RUN GENERATING STATION AND THE)	
PURCHASE OF EXISTING SIMPLE CYCLE)	FILED
COMBUSTION TURBINE FACILITIES FROM)	
BLUEGRASS GENERATION COMPANY, LLC)	SEP 1 5 2011
IN LAGRANGE, KENTUCKY)	3L1 1 9 2011
	PUBLIC SERVICE
JOINT APPLICATION	COMMISSION

Louisville Gas and Electric Company ("LG&E") and Kentucky Utilities Company ("KU") (collectively the "Companies" or "Applicants") pursuant to KRS 278.020, et seq., 807 KAR 5:001, Sections 8 and 9, and KRS 278.216 hereby jointly apply to the Public Service Commission ("Commission") for a Certificate of Public Convenience and Necessity ("CPCN"), and a Site Compatibility Certificate, for the construction of a 640 MW net summer rating natural gas combined cycle combustion turbine ("NGCC") at the Companies' Cane Run Generating Station, including a 20-inch natural gas pipeline, and for the purchase of Bluegrass Generation Company, LLC's facilities in LaGrange, Kentucky, which include natural gas simple cycle combustion turbines ("SCCT"). In support of this Joint Application, the Companies state as follows:

1. Address. LG&E's full name and business address is Louisville Gas and Electric Company, 220 West Main Street, Louisville, Kentucky 40202. KU's full name