



Steven L. Beshear
Governor

Leonard K. Peters
Secretary
Energy and Environment Cabinet

Commonwealth of Kentucky
Public Service Commission
211 Sower Blvd
P.O. Box 615
Frankfort, Kentucky 40602-0615
Telephone: (502) 564-3940
Fax: (502) 564-3460
psc.ky.gov

David L. Armstrong
Chairman

James W. Gardner
Vice Chairman

Charles R. Borders
Commissioner

October 25, 2010

Dear Consultants:

The Kentucky Public Service Commission ("Commission") is seeking proposals for all consulting services required to perform a focused management audit of Kentucky Utilities Company and Louisville Gas and Electric Company ("Companies"). The Companies' headquarters are located in Lexington, Kentucky and Louisville, Kentucky respectively.

An electronic copy of the Request for Proposal (RFP) and the standard information package can be found on the Commission's website at <http://psc.ky.gov>. If your firm is interested in responding to the RFP, please do so by **November 17, 2010**.

Additional information beyond that provided in the standard information package should not be requested from and will not be provided by the Commission.

Important dates to remember are as follows:

Proposals Due to Commission	-	November 17, 2010
Begin Audit No Later Than	-	January 10, 2011
Complete Audit No Later Than	-	May 30, 2011

It should be noted that the cost of the audit will be borne by the Companies. Therefore, cost will be an important factor, although not the only factor, in the selection of the consultant.

Should you have any questions concerning this Request for Proposal, please contact Dr. John A. Rogness III, Director, Financial Analysis Division, at john.rogness@ky.gov or 502 564-3940 ext. 229 at the Commission's offices.

Sincerely,

Jeff DeRouen
Executive Director