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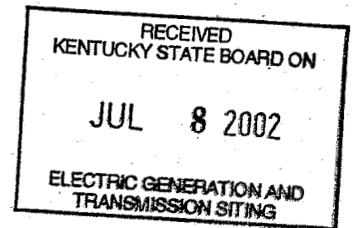
MICHAEL J. PAHUTSKI
Counsel

SENT OVERNIGHT MAIL

July 5, 2002

CINERGY®

Ms. Stephanie Bell
Secretary of the Commission
Kentucky State Board on Electric Generation and Transmission Siting
211 Sower Boulevard
Frankfort, Kentucky 40602



Re: Case No. 2002-00149

Dear Ms. Bell:

I am in receipt of your letter to Mr. James B. Gainer, dated June 26, 2002, in which you requested that The Union Light, Heat and Power Company (ULH&P) review the application of Kentucky Mountain Power, LLC (KMP) to construct a 520 megawatt coal-fired electric generating facility in Knotts County, Kentucky, to be interconnected to American Electric Power (AEP) transmission facilities.

ULH&P has reviewed KMP's application, specifically the transmission planning study performed by Seargent & Lundy, and has determined that a 520 megawatt electric generating facility interconnected as specified in KMP's application will not require upgrades to or have an adverse impact on ULH&P's transmission system.

If the Kentucky State Board on Electric Generation and Transmission Siting should have any further questions regarding this matter, please do not hesitate to contact me.

Sincerely,


Michael J. Pahutski

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