



PAUL R. GEARHEART
PRESIDENT

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VICE PRESIDENT

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AUG 14 2008

PUBLIC SERVICE
COMMISSION

August 11, 2008

Stephanie L. Stumbo, Executive Director
Public Service Commission of the Commonwealth of Kentucky
211 Sower Boulevard
Frankfort, KY 40602-0615

RE: Administrative Case No. 360
Lifeline Audits by August 15, 2008
Order dated May 24, 2007

In June of 2008, we audited 100% of our Lifeline Customers to determine continued eligibility. The results are as follows:

<u>Number</u>	<u>%</u>	<u>Responses</u>
878	83.78	YES with proper documentation
46	4.39	NO
124	11.83	HAVE NOT RESPONDED
1,048	100.00	

We will give non responders until August 15, 2008, before we make them not eligible.

If you have any questions, please call James Campbell at 606-479-6254 or jcamp@mis.net or myself at 606-479-6242 or Schmoldt@mis.net.

Sincerely,

John C. Schmoldt
Director of Operations

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