



LG&E Energy LLC
220 West Main Street (40202)
P.O. Box 32030
Louisville, Kentucky 40232

March 17, 2005

RECEIVED

MAR 21 2005

PUBLIC SERVICE
COMMISSION

Ms. Elizabeth O'Donnell
Executive Director
Public Service Commission
211 Sower Boulevard
P. O. Box 615
Frankfort, Kentucky 40601

RE: Case No. 2004-00490

Dear Ms. O'Donnell:

On December 1, 2004 Kentucky Utilities Company ("KU") filed an Application for approval of certain changes in certified service territory, along with appropriate attachments, with the Kentucky Public Service Commission ("KPSC"). This change involved KU and the Owen County Electric Cooperative ("Owen") and the tract of land owned by Mr. George Michael Spenlau. The purpose of this letter is to provide additional information surrounding this territorial change.

In May of 2000, KU was approached by Mr. Spenlau and by Owen regarding the possibility of KU serving a planned campground in Sanders, KY. Mr. Spenlau expressed a desire to open a campground ("Sparta Campground") on the aforementioned tract of land. The Sparta Campground required immediate service in order to serve customers that Mr. Spenlau expected to attend the automobile races in nearby Sparta on a seasonal basis. Mr. Spenlau's neighbor refused to give easement to Owen, as noted in the Territorial Change Information document attached to the Application. KU and Owen agreed that the customer's needs could be met most quickly and effectively if KU provided service to the customer. Furthermore, as set forth in the aforementioned Application and in the spirit of cooperation, KU and Owen agreed that this territorial change would avoid unnecessary encumbering of the landscape and was necessary for the public convenience and necessity. Therefore, upon agreement in principle with Owen, KU responded promptly and agreed to serve the campground with readily available existing KU facilities. Mr. Spenlau was notified of the pending territorial reassignment on May 31, 2000. Service was first provided to Mr. Spenlau at the Sparta Campground in June, 2000. Mr. Spenlau was the only customer affected by the reassignment.

Between May 2000 and April 2002, KU and Owen worked to complete the agreement governing the territorial change. This included verification of the GPS coordinates for the site, revisions to maps, and compilation of other necessary supporting data. The agreement was formally signed by KU and

Ms. Elizabeth O'Donnell

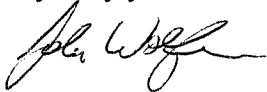
Page 2

March 17, 2005

Owen in April 2002. KU then compiled the Application and filed it with the KPSC in December 2004. Because Mr. Spenlau was the only affected customer, and because Mr. Spenlau's concerns were fully addressed almost immediately, KU did not expedite the filing of the Application. KU regrets this delay and has taken action to ensure more timely filing of such applications prospectively.

I hope that this supplemental information is helpful to you. Please contact me at 502-627-4110 if you have any additional questions or if I can assist you further in any way.

Very truly yours,



John Wolfram
Manager, Regulatory Affairs

... LLC
... Street
... 30
... Kentucky 40232

ENERGY

Ms. Elizabeth O'Donnell
Executive Director
Public Service Commission
211 Sower Boulevard
P. O. Box 615
Frankfort, Kentucky 40601



U.S. POSTAGE
\$00.60

LOUISVILLE, KY. 40202
MAR 17 2005 00600 0341571
PP0595483 JMC01 00F7FB3E1

RECEIVED

MAR 21 2005
PUBLIC SERVICE
COMMISSION