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C. KENT HATFIELD
502-568-5745
Kent.Hatfield@skp.com

RECEIVED

JUN 7 2005

PUBLIC SERVICE
COMMISSION

June 6, 2005

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

Re: Supplemental Filing, 2005-00073

Dear Ms. O'Donnell:

This is to inform the Commission of a most productive meeting held on June 2, 2005, between Mr. Kanney and Mr. Rohrer, who are joint applicants in this matter, and representatives of the Governor's Office for Local Development ("GOLD"). The topic of discussion was Mr. Kanney's and Mr. Rohrer's proposed treatment of the outstanding loans of GOLD to Sigma Gas Corporation ("Sigma").

Although the bankruptcy court retains the ultimate authority over the disposition of Sigma's debt, Joint Applicants recognize the government's interest in protecting the public's money advanced to ensure that the Kentuckians who are served by Sigma obtain adequate and reliable gas service. Accordingly, Joint Applicants have assured GOLD that, following the Commission's approval of the transfer at issue in this proceeding, either directly, or pursuant to a Chapter 11 plan of reorganization, Sigma will cooperate with GOLD in addressing Sigma's obligations to GOLD, including certain expenses incurred by GOLD in connection with the bankruptcy proceeding. Joint Applicants believe their undertaking in this regard will be equal or superior to that of other qualified potential acquirers of the Sigma facilities. The Joint Applicants are also willing to discuss with GOLD restructuring the existing loan in ways that may be mutually beneficial to the achievement of the objectives of the loan, and to Sigma's ability to meet its obligations diligently while achieving those objectives.

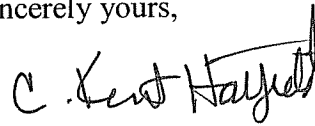
We call the Commission's attention to this information and tender it as additional evidence in response to the Commission's stated concern in its Order of April 29, 2005,

at page 5, that it requires more specificity with regard to the manner in which Joint Applicants “would handle the significant claims of Sigma’s creditors.”

We also attach, in addition to the letters already filed in this case recommending that the Commission favorably consider the petition of Joint Applicants, a letter prepared by an official of Classic Bank who is familiar with the financial affairs and business acumen of the Joint Applicants.

If you have any questions, or desire additional information, please call the undersigned.

Sincerely yours,

A handwritten signature in black ink that reads "C. Kent Hatfield". The signature is written in a cursive style with a large initial "C" and a distinct "H".

C. Kent Hatfield
Deborah T. Eversole

Cc: Andy Barr, General Counsel
Governor’s Office of Local Development

Gerald Wuetcher, Acting General Counsel
Kentucky Public Service Commission

02-11-06 16:28 From-1ST NATIONAL BANK

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CLASSIC BANK

www.classicbank.com

February 8, 2005

Mr. Mark D. Goss, Chairman
Public Service Commission
211 Sower Boulevard
P. O. Box 615
Frankfort, KY 40602-0615

Re: Purchase of Sigma Gas Corporation

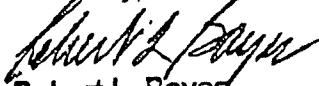
Dear Mr. Goss:

It is my understanding that Mr. Jerry Kanney and Mr. Dennis Rohrer have submitted a proposal to purchase Sigma Gas Corporation. Mr. Kanney and Mr. Rohrer have been long term customers of Classic Bank and have handled their banking relationship in a very satisfactory manner. Their businesses have experienced significant growth during the time we have been we have been familiar with their operations.

Jerry and Dennis have the financial capacity, the technical knowledge and the management skills to provide reasonable service as required by KRS 278.020 (5).

They have demonstrated their commitment to community through their strong involvement in many organizations including YMCA, Chamber of Commerce, Rotary Club.

Sincerely,

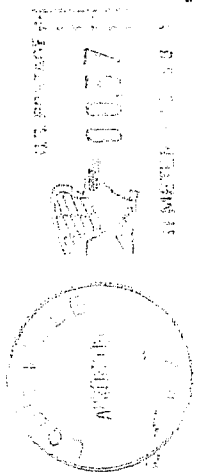


Robert L. Bayes
President, Paintsville Market

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COMMISSION

*Whitaker
Hinton*

Ms. Beth O'Donnell
Executive Director
Kentucky Public Service Commission
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Shaw
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