Steven L. Beshear Governor

Robert D. Vance, Secretary Environmental and Public Protection Cabinet

Timothy J. LeDonne Commissioner Department of Public Protection

January 15, 2008

Senator Robert Leeper 702 Capitol Avenue Room 228, Capitol Annex Frankfort, KY 40601

Dear Senator Leeper:

Thank you for your letter regarding the "unwinding" of the current contractual arrangements between Big Rivers Electric Corporation and E.ON-US.

Because this matter is currently before the Kentucky Public Service Commission (PSC), I cannot discuss the substance of the case.

The Kentucky Public Service Commission certainly is aware of the importance of this matter and of the desire of all parties for an expeditious resolution. PSC staff met with the parties last week to discuss procedural matters and reached an agreement on a tentative schedule for the Commission's consideration of the case.

As I am sure you know, this case involves a series of complicated transactions that will require careful analysis. I cannot provide you with a date certain for a final decision. However, I can assure you that the Kentucky Public Service Commission will give this matter an appropriate, thorough and timely consideration.

If you wish to monitor the progress of the case, the case file and all PSC orders are available on our Web site, psc.ky.gov. If you need assistance locating the documents, please feel free to contact our Public Information Officer, Andrew Melnykovych, at 564-3940, x208. He will be happy to help you.

Thank you again for your interest in this matter.

Sincerely,

Mark David Goss Chairman

KentuckyUnbridledSpirit.com



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 Mark David Goss Chairman

> John W. Clay Vice Chairman

Caroline Pitt Clark Commissioner

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