Ernie Fletcher Governor

Teresa J. Hill, Secretary Environmental and Public Protection Cabinet

Timothy J. LeDonne Commissioner Department of Public Protection



Commonwealth of Kentucky
Public Service Commission

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January 16, 2008

Mark David Goss Chairman

John W. Clay Vice Chairman

Caroline Pitt Clark Commissioner

PARTIES OF RECORD: Case No. 2007-00456 Jackson Purchase Energy Corporation

Attached is a copy of the informal conference memorandum which is being filed in the record of the above-referenced case. If you wish to make any comments regarding the contents of the memorandum, please do so within five days of receipt of this letter. Should you have any questions regarding the memorandum, please contact Quang Nguyen at 502/564-3940, Extension 256.

Sincerely,

Beth O'Donnell Executive Director

QN:v



INTRA-AGENCY MEMORANDUM

KENTUCKY PUBLIC SERVICE COMMISSION

TO: Main Case File – Case No. 2007-00456

FROM: Quang D. Nguyen, Staff Attorney

DATE: January 16, 2008

RE: Jackson Purchase Energy Corporation ("Jackson Purchase")

Pursuant to the Commission's December 18, 2007 Order, an informal conference was held at the Commission's offices on January 9, 2008. A list of the attendees is attached hereto.

The purpose of the conference was to discuss the facts and circumstances surrounding the August 7, 2007 accident involving a Jackson Purchase contractor, Hendrix Electric, near Little Cypress Road, Marshall County, Kentucky. As a result of the discussion, an agreement in principle was reached which, if accepted by the Commission, would eliminate the need for a hearing in this case. The terms of the agreement include: (1) Jackson Purchase conducting monthly safety audits on both its own crew as well as contractor crews; (2) the designation of one Jackson Purchase employee to have responsibility for ensuring that monthly safety audits are performed; and (3) the payment of a civil penalty in the amount of \$7,500. Staff agreed to work with Jackson Purchase to finalize a Stipulation reflecting the agreement in principle.

cc: Parties of Record

COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:	
JACKSON PURCHASE ENERGY C	ORPORATION)
ALLEGED FAILURE TO COMPLY WITH KRS 278.042)))
======================================	nformal Conference
Please sign in:	REPRESENTING
Qual D. Vyry	PSC-Legal
Joh V. Shope	PSC - Engineering
STEVE KINGSOLVER	PSC
Jeff Moore	PSC
Tracy Bensley	IPEL
G. KELLY NUCKOLS	JPEC
Melissa Vates	JPEC