

Holly C. Wallace
502-540-2309
holly.wallace@dinslaw.com

May 19, 2005

RECEIVED

MAY 20 2005

PUBLIC SERVICE
COMMISSION

Hon. Beth O'Donnell
Executive Director
Public Service Commission
211 Sower Blvd.
P. O. Box 615
Frankfort, KY 40601

Re: *Application of Jackson Purchase Energy Corporation for Adjustments in Existing Cable Television Attachment Tariff, Case No. 2004-00319*

Dear Ms. O'Donnell:

The purpose of this letter is to advise you that Jackson Purchase Energy Corporation's ("Jackson Purchase") proposed Cable Television Attachment Tariff ("CTAT") is scheduled to go into effect on June 1, 2005.

On December 16, 2004, and pursuant to KRS 278.190(2), the Kentucky Public Service Commission (the "Commission") ordered that Jackson Purchase's proposed CTAT rates be suspended through and including May 31, 2005. Therefore, Jackson Purchase's proposed CTAT rates will automatically go into effect on June 1, 2005.

Jackson Purchase has admitted, however, that it miscalculated the rates in its proposed CTAT. In its response to the Commission Staff's request for CTAT rate calculations based on the methodology established in Administrative Case No. 251, Jackson Purchase admitted that its proposed CTAT rates were calculated in error. In a letter to the Commission dated February 10, 2005, and filed in the above-referenced case, Jackson Purchase stated as follows:

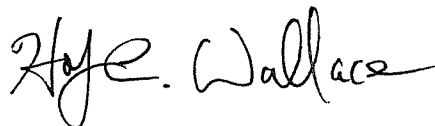
Pursuant to the directive of the Commission Staff in a telephonic informal conference on January 26, 2005, this letter explains the revised rates that Jackson Purchase Energy Corporation ("JPEC") will be requesting if settlement efforts fail and the pending Application needs to be amended. The revised rates are lower than those originally requested

Accordingly, the proposed CTAT rates that will go into effect on June 1, 2005, are, according to Jackson Purchase's own admission, higher than that which Jackson Purchase is entitled to collect pursuant to the methodology established in Administrative Case No. 251. In light of this admission, and in light of KRS 278.190, it might be appropriate for the Commission to consider contacting Jackson Purchase and asking it to voluntarily withdraw the proposed CTAT.

Thank you, and if you have any questions with regard to this matter, please call me.

Very truly yours,

DINSMORE & SHOHL LLP



Holly C. Wallace

HCW/bmt

Enclosure

cc: All Parties of Record
John E. Selent, Esq.