

September 28, 2006

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Via Federal Express

Hon. Elizabeth A. O'Donnell
Executive Director
Public Service Commission
211 Sower Boulevard, P.O. Box 615
Frankfort, Kentucky 40602-0615

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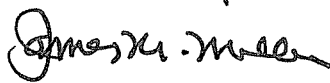
Re: In the Matter of the 2005 Integrated Resource Plan
of Big Rivers Electric Corporation, Case No. 2005-00485

Dear Ms. O'Donnell:

Please refer to your letter to me of April 25, 2006 in this matter, in which you advised that the staff of the Public Service Commission requests Big Rivers Electric Corporation ("Big Rivers") to report on the status of the Big Rivers-E.ON transaction unwind process on May 31, 2006, and every 60 days thereafter. We have sent status reports in letters dated May 30, 2006, and July 27, 2006. This letter is the third status report on behalf of Big Rivers.

Representatives of Big Rivers, E.ON-U.S., Alcan Primary Products and Century Aluminum continue to focus their efforts on trying to resolve the issues underlying the refusal of one of Big Rivers' creditors to give the consents Big Rivers requires to implement the Big Rivers/E.ON unwind on the basis contemplated, and studying whether there are alternatives to the contemplated structure of the unwind transaction that would not require that creditor's consent. While a tremendous amount of work on this subject has been performed, and is still in progress, no definitive resolution of the issue has been achieved. If this status changes before the next report is due, Big Rivers will inform you.

Sincerely yours,



James M. Miller

JMM/ej

cc: Michael H. Core
Mark A. Bailey
Burns Mercer
Kelly Nuckols
Service List

SERVICE LIST
PSC CASE NO. 2005-00485

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