Steven L. Beshear Governor

Leonard K. Peters Secretary **Energy and Environment Cabinet**



Commonwealth of Kentucky **Public Service Commission**

P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460

211 Sower Blvd.

psc.ky.gov

October 20, 2009

David L. Armstrong Chairman

James W. Gardner Vice Chairman

Charles R. Borders Commissioner

PARTIES OF RECORD

RE: Case No. 2008-00346

Purchase Public Service Corporation

Attached is a copy of a letter that is being filed in the record of the abovereferenced case. If you have any questions, please contact Staff Attorney Todd Osterloh at (502) 564-3940, extension 439.

ecutive Director

Attachment



Steven L. Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet



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 David L. Armstrong Chairman

James W. Gardner Vice Chairman

Charles R. Borders Commissioner

October 20, 2009

Melissa D. Yates Denton & Keuler, LLP P.O. Box 929 Paducah, KY 42002-0929

Dear Ms. Yates:

Commission Staff received your letter and Proposed Settlement Agreement on October 16, 2009. As was discussed at the informal conferences on May 13, 2009 and September 23, 2009, Commission Staff is unable to reach a consensus on our recommendation to the Commission regarding this case. Staff, therefore, cannot sign the Proposed Settlement Agreement.

Nevertheless, we do not discourage Purchase Public Service Corporation ("PPSC") from recommending to the Commission that the conditions identified in the Proposed Settlement Agreement should be accepted as a resolution of this case. If PPSC wishes to pursue this course of action, please file a letter stating that the utility would like to propose that the conditions of the Proposed Settlement Agreement be accepted by the Commission as a resolution for this case despite Commission Staff's unwillingness to sign the agreement. If PPSC chooses not to submit its proposed resolution for consideration by the Commission, please contact me to set up an informal conference so that we discuss other options available to the utility.

Sincerely,

Todd Osterloh Staff Attorney

M Ton Odul

