Steven L. Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet

Rocco O. D'Ascenzo Duke Energy Kentucky, Inc. 139 East Fourth Street, EX 400

Cincinnati, OH 45202



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

December 8, 2008

David L. Armstrong Chairman

> James Gardner Vice-Chairman

John W. Clay Commissioner

RE: Case No. 2008-00504

Duke Energy Kentucky, Inc.

(Financing)

Up to \$25,000,000 Principal Amount of Capital Lease Obligations

This letter is to acknowledge receipt of initial application in the above case. The application was date-stamped received December 8, 2008 and has been assigned Case No. 2008-00504. In all future correspondence or filings in connection with this case, please reference the above case number.

If you need further assistance, please contact my staff at (502) 564-3940.

Sincerely,

Stephanie Stumbo Executive Director