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 Gardner Vice-Chairman

John W. Clay Commissioner

December 11, 2008

Rocco O D'Ascenzo Duke Energy Kentucky, Inc. 139 East Fourth Street, EX 400 Cincinnati, OH 45202

RE: Case No. 2008-00504

Duke Energy Kentucky, Inc.

(Financing)

The Commission staff has reviewed Duke Energy Kentucky Inc.'s application in the above case and finds that it meets the minimum filing requirements. Enclosed please find a stamped filed copy of the first page of your filing. This case has been docketed and will be processed as expeditiously as possible.

If you need further assistance, place contact my staff at 502-564-3940.

Sincerely,

Ryan Gatewood

Filings Division Director

RG/rs Enclosure





DEC 08 2008

COMMONWEALTH OF KENTUCKY

PUBLIC SERVICE COMMISSION

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BEFORE THE PUBLIC SERVICE COMMISSION

PUBLIC SERVICE
Case No. 2008-COMMISSION

In the Matter of the Application of Duke Energy Kentucky, Inc. for an Order to Enter into up to \$25,000,000 Principal Amount of Capital Lease Obligations

APPLICATION FOR CAPITAL LEASE AUTHORITY

Pursuant to KRS 278.300 and 807 KAR 5:001 Sections 8 and 11, Duke Energy Kentucky, Inc. ("Duke Energy Kentucky") respectfully requests that the Commission authorize Duke Energy Kentucky to issue capital leases, and enter into all necessary agreements and other documents relating thereto, as more fully described herein. In support of this Application, Duke Energy Kentucky states as follows:

- 1. Address: Duke Energy Kentucky is a Kentucky corporation with its principal place of business at 1697A Monmouth Street, Newport Shopping Center, Newport, Kentucky 41071. Duke Energy Kentucky's principal executive office is 139 East Fourth Street, Cincinnati, Ohio 45202.
- 2. **Articles of Incorporation:** Pursuant to 807 KAR 5:001, Section 8(3), Duke Energy Kentucky states that a certified copy of its Articles of Incorporation, as amended, on file with this Commission in Case No. 2006-563 and is hereby incorporated by reference.
- 3. **Statement of Business:** Duke Energy Kentucky is a utility as defined in KRS 278.010(3)(a) and (b), engaged in providing retail gas and electric services to its