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October 7, 2009

PARTIES OF RECORD

Re: Case No. 2009-00197
Application of Kentucky Utilities Company for a Certificate of Public Convenience and Necessity and Approval of its 2009 Environmental Compliance Plan for Recovery by Environmental Surcharge

Case No. 2009-00198
Application of Louisville Gas and Electric Company for a Certificate of Public Convenience and Necessity and Approval of its 2009 Environmental Compliance Plan for Recovery by Environmental Surcharge

Attached is a copy of the memorandum which is being filed in the record of the above-referenced cases. If you have any comments you would like to make regarding the contents of the informal conference memorandum, please do so within five days of receipt of this letter. If you have any questions, please contact Quang Nguyen, Staff Attorney, at 502/564-3940, Extension 256.

Sincerely,

A handwritten signature in black ink, appearing to read "Jeff Derouen".

Jeff Derouen
Executive Director

QN/kar

Attachments

INTRA-AGENCY MEMORANDUM

KENTUCKY PUBLIC SERVICE COMMISSION

TO: Case File

FROM: Quang D. Nguyen, Staff Attorney

DATE: October 6, 2009

RE: Case No. 2009-00197
Application of Kentucky Utilities Company for a Certificate of Public Convenience and Necessity and Approval of its 2009 Environmental Compliance Plan for Recovery by Environmental Surcharge

Case No. 2009-00198
Application of Louisville Gas and Electric Company for a Certificate of Public Convenience and Necessity and Approval of its 2009 Environmental Compliance Plan for Recovery by Environmental Surcharge

Pursuant to the Commission's September 25, 2009 Orders, a joint informal conference was held in these proceedings at the Commission's offices on October 1, 2009. A list of the attendees is attached hereto.

The purpose of the conference was to discuss the issues in these proceedings and allow the parties to explore the potential for settlement. Kentucky Utilities Company and Louisville Gas and Electric Company (collectively "Applicants") provided a general overview and status update of the various environmental projects contained in their applications and for which they are seeking Commission approval. The Applicants' overview was accompanied by a power point presentation, a copy of which is attached to this memo.

The Kentucky Industrial Utility Customers, Inc. ("KIUC") stated that it did not have any issues with the Applicants' proposals and would be agreeable to entering into a settlement with the Applicants. KIUC further advised that it would not be submitting any testimony in these proceedings. The parties indicated that a settlement agreement could be filed by October 16, 2009.

There being no further discussions, the informal conference was adjourned.