COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

KENERGY CORPORATION)
ALLEGED FAILURE TO COMPLY WITH) CASE NO. 2009-00430
KRS 278.042)

ORDER

On December 8, 2009, the Commission issued an Order in the above-styled case scheduling an evidentiary hearing on January 27, 2010 at the Commission's offices in Frankfort, Kentucky and requiring Kenergy Corporation ("Kenergy") to file a response to the alleged violations of KRS 278.042 raised in the Commission Staff's Electric Utility Personal Injury Accident Report dated March 27, 2009. On December 23, 2009, Kenergy filed its response to the Commission's Order dated December 8, 2009 and requested that the January 27, 2010 hearing be suspended and that an informal conference be scheduled on that day with Commission Staff to discuss possible settlement of the case.

Having reviewed the record, the Commission finds that:

- 1. Kenergy has provided written responses to the allegations outlined in the Commission's December 8, 2009 Order.
- 2. There is a substantial likelihood that the case may be resolved through the informal conference process.

3. If the parties are unable to reach a settlement of the case through the informal conference process, a formal hearing will be scheduled before the Commission.

IT IS THEREFORE ORDERED that:

- 1. The formal hearing scheduled for January 27, 2010 at 9:30 a.m., Eastern Standard Time, is cancelled.
- 2. An informal conference with Commission Staff shall be held on January 27, 2010 at 1:30 p.m., Eastern Standard Time, in Conference Room 1 of the Commission's offices at 211 Sower Boulevard in Frankfort, Kentucky.
- 3. If the issues in this matter cannot be resolved at the informal conference, the Commission shall issue a procedural schedule for this case.

By the Commission

JAN 13 2010

ENTUCKY PUBLIC

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Sanford Novick President & CEO Kenergy Corp. P. O. Box 18 Henderson, KY 42419