

Thoroughbred Generating Company, LLC

701 Market Street, Suite 300
St. Louis, Missouri 63101
314-342-7813

Sent via Federal Express

November 28, 2007

Mark David Goss
Chairman
Kentucky State Board on Electric
Generation and Transmission Siting
211 Sower Boulevard
P.O. Box 815
Frankfort, KY 40602-0615

RE: Case No. 2002 - 00150
Thoroughbred Generating Company, LLC. Annual Report

Dear Chairman Goss,

By Board Order Issued December 5, 2003, Thoroughbred Generating Company, LLC was issued a Certificate to Construct an Electric Generating Facility in Muhlenberg County, Kentucky. Pursuant to Appendix A of that Order, Thoroughbred is required to file annually with the Board a report regarding the status of the project. Although Thoroughbred's appeal of certain aspects of the Board's December 2003 Order remains pending, Thoroughbred submits this letter as its annual report for 2007.

A. Overview

There has been no change in the construction status of the Thoroughbred Plant since Thoroughbred's last annual report. Consistent with the last report, delays in construction and site activities continue primarily as a result of the legal challenge to the facility's air permit. Plans for the construction start date will not be finalized until the air permit challenge is resolved. The decision of the Environmental and Public Protection Cabinet was appealed and that appellate proceeding, Civil Action No. 06CI-00640, was decided by Franklin Circuit Court on August 6, 2007. The Environmental and Public Protection Cabinet and Thoroughbred filed an appeal with the Kentucky Court of Appeals on August 23, 2007. Briefing is underway and is scheduled to be completed by all parties on February 13, 2008. No oral argument has been scheduled as of this date and it is not possible to project when a decision will be rendered by the Court.

Due to the length of time for the continuing appeals Thoroughbred requested, and was granted an extension of time to start construction by the Kentucky Division of Air Quality. This extension is effective through March 30, 2009.

With regard to Thoroughbred's appeal of the Board's December 2003 Order to Muhlenberg Circuit Court, settlement discussions have occurred between the parties, although no final resolution of the appeal has been achieved to date.

B. Implementation of Site Development Plan

As noted above, no construction or site activities have commenced.

C. Local Hiring and Procurement

No construction or site activities have commenced so there are no developments to report with respect to hiring or procurement.

D. Public Comments and Responses


No complaints or comments from the public have been received by Thoroughbred during the intervening period since the last report.

E. Specific Mitigation Conditions

No additional activity with respect to these conditions.

Should the Board have any questions or require additional information regarding the project status you can contact me at 314-342-7613.

Sincerely,



Dianna Tickner
President

cc: Holland N. McTyelre, V
Carolyn M. Brown
Carl W. Breeding