



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
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David L. Armstrong
Chairman

James W. Gardner
Vice-Chairman

Charles R. Borders
Commissioner

June 21, 2010

Hon. Governor Steven L. Beshear
700 Capitol Avenue, Suite 100
Frankfort, Kentucky 40601

Re: Siting Board Case No. 2010-00223

Dear Governor Beshear:

As the Chairman of the Kentucky Public Service Commission, I also serve as the Chairman of the Kentucky State Board on Electric Generation and Transmission Siting ("Siting Board"). Therefore, it is my duty to inform you that, on June 3, 2010, the Siting Board received a notice of intent from Southern Indiana Gas & Electric Co. d/b/a Vectren Energy Delivery of Indiana, Inc. ("Vectren") to file an application for a certificate to construct a 345 kV non-regulated electric transmission line from its A.B. Brown Plant in Indiana to the Big Rivers Reid EHV Station in Webster County. A copy of the notice is enclosed herein.

The five permanent members of the Siting Board are myself; PSC Vice Chairman, Jim Gardner; PSC Commissioner, Charlie Borders; Robert Amato (as the designee of Secretary of the Energy and Environment Cabinet, Len Peters); and Ken Robinson (as the designee of Secretary of the Economic Development Cabinet, Larry Hayes).

In addition to the permanent members of the Siting Board, pursuant to KRS 278.702(1)(d)2, upon receipt of a notice of intent to file an application with the Board, the Governor must appoint one ad hoc member to serve on the Siting Board for the duration of the case. The ad hoc appointee must be a legal resident of either Henderson County or Webster County, where the proposed transmission line will be sited.

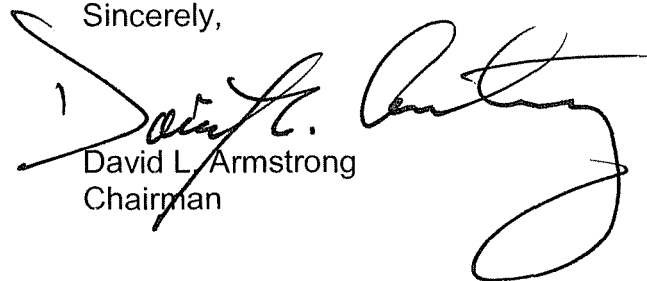
As the proposed transmission line will be located in more than one county, pursuant to KRS 278.702(1)(d)2.a, the County Judge/Executives of Henderson County and Webster County voted to appoint Judge/Executive Sandy Lee Watkins of Henderson County to serve as an ad hoc member of the Siting Board for the duration of this case. Please see the enclosed copy of a letter from Judge Watkins, dated June 14, 2010, notifying me of his appointment.

Pursuant to 807 KAR 5:110, Section 2, Vectren may file its application 30 days from the date of its June 3, 2010 notice. The time limits mandated by KRS 278.714(3) require the Siting Board to issue its decision granting or denying the application within either 90 days or 120 days (if a local public hearing is requested). Therefore, it is vital to the successful completion of the Siting Board's duties that the ad hoc member be appointed by you as soon as practicable.

For your convenience, I have enclosed a copy of Executive Order 2010-050, issued by you on January 15, 2010, appointing the two ad hoc Siting Board members for a prior Siting Board Case (Case No. 2009-00530). This format may be used by you to appoint the ad hoc Siting Board member for the present case.

Please let me know if I can provide you any additional information regarding this case. Any communications regarding this case may be directed either to me or to Rick Bertelson, Staff Attorney, at (502) 564-3940, Extension 260. Thank you for your time and attention to this matter.

Sincerely,



David L. Armstrong
Chairman

RB/ew

cc: James W. Gardner, Vice Chairman
Charles R. Borders, Commissioner
Robert Amato, Energy and Environment Cabinet
Kenneth Robinson, Cabinet for Economic Development
Hon. Sandy Lee Watkins, Judge/Executive, Henderson County

RECEIVED
JUN - 4 2010
GENERAL COUNSEL

Legal

RECEIVED
KENTUCKY STATE BOARD ON
JUN 3 2010
ELECTRIC GENERATION AND
TRANSMISSION SITING

COMMONWEALTH OF KENTUCKY
BEFORE THE KENTUCKY STATE BOARD

ON ELECTRIC GENERATION AND TRANSMISSION SITING

In the Matter of the Application of Southern)
Indiana Gas & Electric Co., d/b/a Vectren)
Energy Delivery of Indiana, Inc. for a)
Construction Certificate to Construct an)
Electric Transmission Line from its A.B.)
Brown Plant to the Big Rivers Reid EHV)
Station)

Case No. 2010-00223

NOTICE OF INTENT TO FILE APPLICATION

Pursuant to KRS 278.714 and 807 KAR 5:110 Section 2, Southern Indiana Gas & Electric Co., d/b/a Vectren Energy Delivery of Indiana, Inc. ("Vectren") respectfully states as follows:

1. Vectren is an Indiana corporation with its principal office and principal place of business at One Vectren Square, Evansville IN, 47708, and a mailing address at One Vectren Square, 211 Northwest Riverside Drive, Evansville, IN 47708. Vectren's telephone number is 812 491 4000.

2. Pursuant to 807 KAR 5:110 Section 2, Vectren hereby provides notice of its intent to file an application for a construction certificate to construct a non-regulated electric transmission line and related appurtenances, as defined in KRS 278.700(5).

3. Pursuant to 807 KAR 5:110 Section 2(2)(a), the application will be filed by William S. Doty, President, Southern Indiana Gas & Electric Co., d/b/a/ Vectren Energy Delivery of Indiana, Inc. Vectren's address is as stated above. For purposes of the application,

Vectren can be contacted through its attorney, whose name, address and telephone number are provided below.

4. Pursuant to 807 KAR 5:110 Section 2(2)(b) and (c), Vectren proposes to construct a 345 KV electric transmission line from Vectren's A.B. Brown Plant on the Ohio River in Posey County, Indiana, between Evansville and Mt. Vernon, to the Big Rivers Reid EHV Station near Sebree, in Webster County, Kentucky. This proposed transmission line represents the southern Indiana to Kentucky portion of a project known overall as the Gibson-Brown-Reid 345 KV Project. The entire project will span a total of approximately 70 miles, of which approximately 15 miles will be located in Kentucky. Vectren is a member of the Midwest ISO, Reliability First Corporation, and the North American Electric Reliability Corporation. This project is a Midwest ISO-approved Baseline Reliability Project that has been deemed necessary for regional grid reliability. In addition to meeting the reliability needs of MISO and the Vectren system, the project has reliability and operational benefits in Kentucky. The project will reduce congestion in the Southern Indiana/Western Kentucky region that is susceptible to north to south flows that result in congestion. This is expected to reduce Midwest ISO congestion costs and transaction curtailments. The project also provides an additional transmission path into the Reid Station area. With the support provided by this project, the need to drop load in the Reid area or rotate smelter potlines during multiple outage events is less likely. The project will be within the boundaries of a city, specifically the Cities of Henderson and Robards, Henderson County, Kentucky. Phase 2 of Vectren's Gibson-Brown-Reid 345 Transmission project, which is the portion beginning at Vectren's AB Brown Generating Station, parallels existing Vectren 138kV Transmission Lines in an Easterly direction for approximately 2.6 miles passing from Posey County to Vanderburgh County about a mile from the Generating Station. The 345kV Route

continues Easterly, Southeasterly, and then South through Vanderburgh County and crosses the Ohio River (approximately 10 miles) and enters Kentucky just south of the City of Henderson at N 3830957.73; E 4379284.76. The 345kV Route then continues through the Industrial District before intercepting and paralleling an existing Henderson Municipal Power and Light (HMPL) 161kV Transmission Line in a Southeast direction through Henderson County (and entering Webster County) to Big River's Reid Generating Station at N 3763547.02; E 4411576.49, which is the endpoint for the 345kV Route. Total Route length is approximately twenty-five miles, with approximately fifteen miles in Kentucky.

5. Pursuant to 807 KAR 5:110 Sections 2(2)(d), (e) and (f), the Henderson County Planning and Zoning Commission has jurisdiction over the area where the transmission line will be constructed. The address for the Henderson County Planning and Zoning Commission is 1990 Barrett Court, Suite C, Henderson, Kentucky 42420, phone number 270-831-1289. Upon information and belief, the Henderson County Planning and Zoning Commission does not have any setback requirements that apply to this project. Upon information and belief, no statutory setback requirements apply to this project.

WHEREFORE, Vectren respectfully requests that the Commission accept for filing this Notice of Intent to File Application in accordance with and Pursuant to 807 KAR 5:110 Section 2.

Dated: June 3, 2010


William S. Doty, President

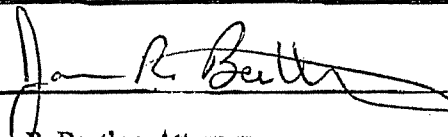
Southern Indiana Gas & Electric Co.

One Vectren Square

Evansville, IN 47708

Phone: 812 491 4552 (direct)

Assistant: 812 491 4697 (Susan Feaster)

By: 
Jason R. Bentley, Attorney

McBrayer, McGinnis, Leslie & Kirkland,

305 Ann Street, Suite 308

Frankfort, KY 40601

Telephone: 502 875 1176

Fax: 502 226 6234

Email: jbentley@mmlk.com



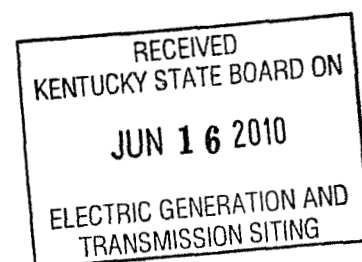
OFFICE OF THE COUNTY JUDGE/EXECUTIVE
COURTHOUSE
Henderson, Kentucky 42420

SANDY L. WATKINS
HENDERSON COUNTY JUDGE/EXECUTIVE
swatkins@hendersonky.us

TELEPHONE
(270) 826-3971
FAX (270) 827-6002

June 14, 2010

Mr. David L. Armstrong
Chairman
Public Service Commission
P.O. Box 615
211 Sower Boulevard
Frankfort, KY 40602-0615



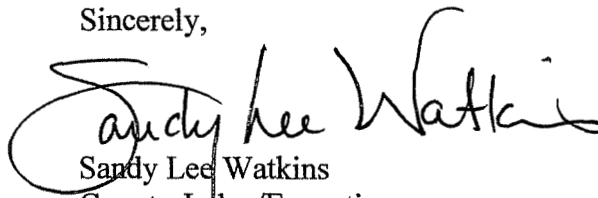
Re: Southern Indiana Gas & Electric Co.,
d/b/a Vectren Energy Delivery of Indiana, Inc.
345 kV Transmission Line Construction

Dear Dave:

Following a vote on Friday, June 11, 2010, I was appointed to the Siting Board to represent Henderson and Webster Counties for the construction of a 345 kV transmission line which will run from Vectren's A.B. Brown Plant in Indiana through Henderson County to Big Rivers Electric Corporation's Reid substation in Webster County. It was agreed that since the majority of this project would involve Henderson County that, as Henderson County Judge/Executive, I should be the representative for this board.

If you have any questions or need to contact me, please feel free to call me or Sue Baker at 270-826-3971.

Sincerely,


Sandy Lee Watkins
County Judge/Executive



STEVEN L. BESHEAR
GOVERNOR

EXECUTIVE ORDER

2010 - 0050
January 15, 2010

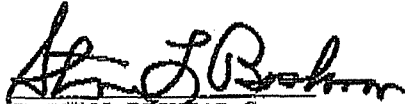
Secretary of State
Frankfort
Kentucky

By virtue of the authority vested in me by Section 278.702 of the
Kentucky Revised Statutes, I, Steven L. Beshear, Governor of the Commonwealth of
Kentucky, do hereby appoint the following as members of the Kentucky State Board on
Electric Generation and Transmission Siting:

Charles Earl May, Post Office Box 7293, Hazard,
Kentucky 41702, representing residents of Perry
County; and

Denny Ray Noble, County Judge/Executive, Post
Office Drawer 210, Hazard, Kentucky 41701,
representing Perry County.

Please issue commissions to them.


STEVEN L. BESHEAR, Governor
Commonwealth of Kentucky


TREY GRAYSON
Secretary of State