



Ernie Fletcher
Governor

Mark David Goss
Chairman

Teresa J. Hill, Secretary
Environmental and Public
Protection 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

John W. Clay
Commissioner

Timothy J. LeDonne
Commissioner
Department of Public Protection

April 2, 2007

Honorable John N. Hughes
124 West Todd Street
Frankfort, KY 40601

RE: Case No 2007-00131
Filing Deficiencies

The Commission staff has reviewed your application in the above case. This filing is rejected for the reasons set forth below.

1. Filing deficiencies pursuant to 807 KAR 5:001:

807 KAR 5:001: Section 11(1)(b) If Bonds or Notes or Other Indebtedness is proposed: Description of the amount(s).

807 KAR 5:001: Section 11(1)(b) If Bonds or Notes or Other Indebtedness is proposed: Full description of all terms

807 KAR 5:001: Section 11(1)(b) If Bonds or Notes or Other Indebtedness is proposed: Interest rate(s)

807 KAR 5:001: Section 11(1)(b) If Bonds or Notes or Other Indebtedness is proposed: Whether the debt is to be secured and if so a description of how it's secured.

807 KAR 5:001: Section 6(7) Other Indebtedness: Description of Any Assumption of Indebtedness by Outside Party (i.e., any transfer)

807 KAR 5:001: Section 6(7) Other Indebtedness: Description of Each Class

807 KAR 5:001: Section 6(7) Other Indebtedness: How Secured

807 KAR 5:001: Section 6(7) Other Indebtedness: Interest Paid in Last Fiscal Yr.

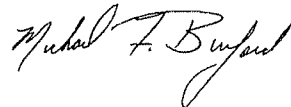
2. Filing deficiencies pursuant to KRS 278.300(2)

KRS 278.300(2) Every financing application shall be made under oath, and shall be signed and filed on behalf of the utility by its president, or by a vice president, auditor, comptroller or other executive officer having knowledge of the matters set forth and duly designated by the utility.

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The statutory time period in which the Commission must process this case will not commence until the above-mentioned information is filed with the Commission. If your filing contains a proposed effective date, the rejection of your filing for reasons of deficiencies voids that proposed effective date. When you file the required information to correct the deficiencies, you may refile your proposed tariff with a new proposed effective date that is at least 30 days from the date you file the required information. You are requested to file 10 copies of this information within 15 days of this letter. If you need further assistance, please contact James Rice at 502/564-3940 ext. 411.

Sincerely,



Mike Burford
Director Division of Filings

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