

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

LOUISVILLE GAS & ELECTRIC CO.,)
INC.)
_____) CASE NO. 2009-00014
ALLEGED FAILURE TO COMPLY WITH)
KRS 278.042)

O R D E R

On February 11, 2009, the Commission issued an Order in the above-styled case scheduling an evidentiary hearing on March 4, 2009 at the Commission's offices in Frankfort, Kentucky, and requiring Louisville Gas and Electric Company ("LG&E") to file a response to the alleged violation of KRS 278.042 raised in the Commission Staff's November 17, 2008 Incident Report. On February 23, 2008, LG&E filed its response to the Commission's February 11, 2009 Order and a motion requesting that the March 4, 2009 hearing be suspended and that an informal conference be scheduled with Commission Staff to discuss possible settlement of the case.

Having reviewed the record, the Commission finds that:

1. LG&E has provided written responses to the allegations outlined in the Commission's February 11, 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 March 4, 2009 at 9:30 a.m., Eastern Standard Time, is canceled.

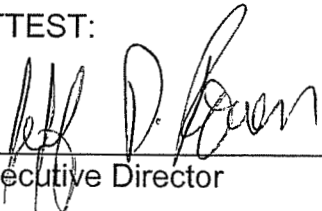
2. An informal conference with Commission Staff shall be held on March 4, 2009 at 10:00 a.m., Eastern Standard Time, in Conference Room 1 of the Commission's offices at 211 Sower Boulevard in Frankfort, Kentucky.

3. If the issues in this matter cannot be resolved at the informal conference, the Commission shall then issue a procedural schedule for this case.

Done at Frankfort, Kentucky, this 27th day of February, 2009.

By the Commission

ATTEST:



Executive Director

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Vice President - State Regulation
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