



Elizabeth O'Donnell
Executive Director
Public Service Commission of Kentucky
211 Sower Boulevard
Frankfort, Kentucky 40602

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PUBLIC SERVICE
COMMISSION

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February 19, 2007

**Re: In the Matter of: John McKeehan v. Louisville Gas and Electric
Company
Case No. 2006-00385**

Dear Ms. O'Donnell:

As noted in the Order of January 30, 2007 of the Kentucky Public Service Commission ("Commission"), Louisville Gas and Electric Company ("LG&E") and John McKeehan ("Mr. McKeehan") have been in the process of negotiating settlement options for resolution of the above-referenced proceeding. We are pleased to announce that the parties have reached an agreement in principle

Mr. McKeehan has agreed to notify the Commission that his Complaint has been resolved and to request that his Complaint be dismissed from the Commission's docket. Should you have any questions, please do not hesitate to contact me.

Sincerely,

Allyson K. Sturgeon

cc: Mr. John McKeehan
Lawrence W. Cook, Esq.