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August 3, 2010

Via Electronic Filing

Mary Freeman
Chairman, Tennessee Regulatory Authority
c/o Sharla Dillon, Dockets and Records Manager
460 James Robertson Parkway
Nashville, TN 37219

RE: Petition of Kentucky Utilities Company for an Order Authorizing the Restructure and Refinancing of Unsecured Debt, the Assumption of Obligations and for Amendment of Existing Financing Authority
Docket No. 10-00119

Dear Ms. Freeman:

Enclosed, for filing in the above referenced docket, please find the original and four copies of a response to Jerry Kettles' letter of July 28, 2010.

This letter will serve as the update requested by the Tennessee Regulatory Authority ("TRA") regarding the similar proceedings pending in Kentucky and Virginia seeking approval of refinancing of debt of Kentucky Utilities Company ("KU"). KU will continue to file periodic updates with the TRA until such time as the TRA has acted on KU's petition.

On June 16, 2010, the Kentucky Public Service Commission ("KPSC") issued orders establishing procedural schedules in two financing cases. Discovery is proceeding according to the procedural schedules. The change of control and financing cases are proceeding on parallel procedural schedules.

On June 15, 2010, KU also filed a Petition with the Virginia State Corporation Commission ("VSCC") for financing approval. The VSCC issued an order in the KU financing proceeding extending the statutory time for review until 30 days following the entry of a final order in the change of control case. A meeting with the VSCC Staff is scheduled for August 4, 2010.

Mary Freeman, Chairman
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Should the TRA Staff have any questions or need any additional information in connection with any of these developments or the transaction in general prior to the next update, please contact me at your convenience.

Sincerely,



D. Billye Sanders

cc: Allyson K. Sturgeon, Senior Corporate Attorney, E.ON U.S. LLC
John Knox Walkup, Esq., Wyatt, Tarrant & Combs, LLP
Richard Northern, Esq., Wyatt, Tarrant & Combs, LLP
Paul E. Russell, Associate General Counsel, PPL Corporation
Kendrick R. Riggs, Stoll Keenon Ogden PLLC