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MAR 14 2008

PUBLIC SERVICE
COMMISSION

Ms. Elizabeth O'Donnell
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
P. O. Box 615
Frankfort, KY 40602-0615

Kentucky Utilities Company
State Regulation and Rates
220 West Main Street
PO Box 32010
Louisville, Kentucky 40232
www.eon-us.com

Rick E. Lovekamp
Manager - Regulatory Affairs
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March 14, 2008

Re: ***E.ON AG, E.ON U.K. LTD (formerly Powergen LTD), E.ON U.S. LLC (formerly LG&E Energy LLC), Louisville Gas and Electric Company, and Kentucky Utilities Company - Case No. 2001-104***

Dear Ms. O'Donnell:

Pursuant to the Commission's Order in the aforementioned case, Kentucky Utilities Company ("KU") notified the Commission on February 28, 2008 that E.ON U.S. LLC planned to contribute approximately \$50 million of additional paid in capital on or about March 28, 2008. However, based on actual cash flow and short-term projections for KU, E.ON U.S. LLC at this time will be reducing the contribution to KU to approximately \$25 million. KU anticipates the need for the additional \$25 million at a future date and will provide the Commission with the appropriate notification as stipulated in the aforementioned Order. As noted in the CCN applications, Case No. 2004-00507¹, Case No. 2005-00142², and Case No. 2004-00426³, KU's significant capital expenditure program would require equity contributions from E.ON U.S. LLC to maintain a balanced capital structure.

¹ *Joint Application of Louisville Gas and Electric Company and Kentucky Utilities Company for a Certificate of Public Convenience and Necessity, and a Site Compatibility Certificate, for the Expansion of the Trimble County Generating Station, filed December 17, 2004*

² *Joint Application of Louisville Gas and Electric Company and Kentucky Utilities Company for a Certificate of Public Convenience and Necessity for the Construction of Transmission Facilities in Jefferson, Bullitt, Meade and Hardin Counties, Kentucky, filed May 11, 2005*

³ *The Application of Kentucky Utilities Company for a Certificate of Public Convenience and Necessity to Construct Flue Gas Desulfurization Systems and Approval of its 2004 Compliance Plan for Recovery by Environmental Surcharge, filed December 20, 2004*

Ms. Elizabeth O'Donnell
March 14, 2008

Please confirm your receipt of this filing by placing the stamp of your Office with date received on the extra copy and returning to me in the enclosed envelope. Should you have any questions regarding this information, please contact me or Don Harris at 502-627-2021.

Sincerely,

A handwritten signature in black ink, appearing to read "Rick E. Lovekamp". The signature is fluid and cursive, with the first name "Rick" being the most prominent.

Rick E. Lovekamp

cc: Daniel K. Arbough, E.ON U.S. Services, Inc.
Kendrick Riggs – Stoll · Keenon · Ogden