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August 7, 2008

VIA HAND DELIVERED

Stephanie L. Stumbo
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
Frankfort, Kentucky 40601

**RE: Application of the Adjustment of Electric Rates, Terms and Conditions of
Kentucky Utilities Company**
Case No. 2008-00251

Dear Ms. Stumbo:

Enclosed please find and accept for filing the original and ten copies of Kentucky Utilities Company's Motion to Accept Rate Application as of August 7, 2008 in the above-referenced matter. Please confirm your receipt of this filing by placing the stamp of your Office with the date received on the enclosed additional copies and return them to me in the enclosed self-addressed stamped envelope.

Should you have any questions please contact me at your convenience.

Yours very truly,


Kendrick R. Riggs

KRR:ec
Enclosures
cc: Parties of Record

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COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTUCKY)	
UTILITIES COMPANY FOR AN)	CASE NO. 2008-00251
ADJUSTMENT OF BASE RATES)	

MOTION TO ACCEPT RATE APPLICATION AS OF AUGUST 7, 2008

Kentucky Utilities Company (“KU”), by counsel, hereby moves the Kentucky Public Service Commission (“Commission”) to accept its Application to change electric rates. In support of this petition, KU states as follows:

1. On July 29, 2008, KU filed its Application with the Commission for approval of an adjustment of its existing rates, terms, and conditions for electric services. Prior to filing its Application, and in full compliance with all applicable notice regulations, on July 15, 2008, KU delivered to the Kentucky Press Association a notice of the filing of its application for publication in newspapers in KU’s service areas, once a week for three consecutive weeks.¹

2. In addition to causing notice of the filing of its Application in this case to be published in newspapers of general circulation in its service areas, on July 29, 2008, KU posted the notice for public inspection at its offices and places of business in the territory affected by the application.² KU also prominently posted its notice and the proposed tariffs on its website for public review.³

3. KU’s notice efforts notwithstanding, on August 6, 2008, the Commission notified KU by letter that KU’s notice to the public was deficient as follows:

¹ See Application for Authority of Adjust Rates, Tab 9, Certificate of Notice.

² See Application for Authority of Adjust Rates, Tab 9, Certificate of Notice.

³ The link is prominently displayed on the E.ON U.S. website, <http://www.eon-us.com/home.asp>, which takes customers to a site linking to the notices and proposed tariffs: http://www.eon-us.com/investing_future.asp KU customers may also view the proposed tariff here: http://www.eon-us.com/rsc/ku/rates_tariffs.asp

The customer notice included in the application does not include the present and proposed rates for customer deposits which are proposed to be increased in accordance with proposed Electric Tariff No. 14, Sheet Nos. 102 and 102.1. Your filing of a revised copy of the customer notice should include the dates upon which the first newspaper publication will be made, in each newspaper in which you give notice, to show compliance with the seven-day requirement set for in 807 KAR 5:001, Section 10(4)(c)3.

The Commission further stated that KU's Application in this proceeding would not be deemed filed until KU cured the deficiency in its notice.

4. In compliance with the Commission's directive, on August 7, 2008, KU delivered to the Kentucky Press Association for publication once a week for three consecutive weeks beginning the week of August 12, 2008 (the earliest possible date for publication in the same newspapers as are publishing the original notice), a supplemental notice of the filing of KU's application, which corrects the deficiency identified by the Commission in its August 6, 2008 letter.⁴ (The supplemental notice, which complies with all applicable regulations, is attached as Exhibit A to the Certificate of Supplemental Notice being filed with the Commission today.) KU will also post the supplemental notice today, August 7, 2008, at the same offices and places of business as it has posted and currently maintains copies of the original notice.

5. KU respectfully requests that the Commission deem KU's Application to be filed as of August 7, 2008. KU will begin publishing its supplemental notice on Tuesday, August 12, and will have published in all the newspapers in which it is legally required to publish notice under KRS 424.120 – including the two newspapers of greatest circulation in the Commonwealth, the *Lexington Herald-Leader* and the *Louisville Courier-Journal* – by

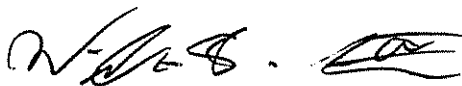
⁴ A copy of the supplemental notice is attached to KU's Certificate of Supplemental Notice, filed with the Commission on August 7, 2008. Also attached to the Certificate of Supplemental Notice is a list of newspapers of general circulation throughout the Commonwealth of Kentucky in which customers affected reside and in which will be published the supplemental notice. A certificate of completed publication of said supplemental notice will be furnished to the Commission upon completion of same pursuant to 807 KAR 5:001, Section 10(4)(d).

Thursday, August 14, which is within seven days of August 7, 2008. KU will, therefore, have complied with 807 KAR 5:001 § 10(4)(c)(3) as of August 7.

WHEREFORE, Kentucky Utilities Company respectfully requests that the Commission accept its Application as filed for all purposes as of August 7, 2008.

Dated: August 7, 2008

Respectfully submitted,



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220 West Main Street
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Counsel for Kentucky Utilities Company

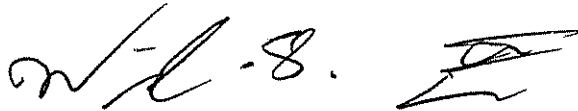
CERTIFICATE OF SERVICE

The undersigned hereby certifies that a true and correct copy of the foregoing was served on the following persons on the 7th day of August, 2008, United States mail, postage prepaid:

Dennis G. Howard II
Assistant Attorney General
Office of the Attorney General
Office of Rate Intervention
1024 Capital Center Drive, Suite 200
Frankfort, KY 40601-8204

Michael L. Kurtz
Boehm, Kurtz & Lowry
36 East Seventh Street, Suite 1510
Cincinnati, OH 45202

Willis L. Wilson, Attorney, Attorney
Leslye M. Bowman, Director of Litigation
Lexington-Fayette Urban Co. Government
200 East Main Street
P. O. Box 34028
Lexington, KY 40588-4028

A handwritten signature in black ink, appearing to read "W.L.W.", is written above a horizontal line.

Counsel for Kentucky Utilities Company

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN ADJUSTMENT OF THE ELECTRIC)	
RATES, TERMS AND CONDITIONS OF)	CASE NO. 2008-00251
KENTUCKY UTILITIES COMPANY)	

CERTIFICATE OF SUPPLEMENTAL NOTICE

Pursuant to the Kentucky Public Service Commission's Regulation 807 KAR 5:001, Section 10(1)(a)(9), I hereby certify that I am Lonnie E. Bellar, Vice President, State Regulation and Rates, for Kentucky Utilities Company ("KU" or "Company"), a utility furnishing retail electric service within the Commonwealth of Kentucky which, on the 29th day of July, 2008, filed an application with the Kentucky Public Service Commission for the approval of an adjustment of the electric rates, terms, and conditions of KU. On August 6, 2008, the Commission notified KU by letter that KU's notice the public was deficient as follows:

The customer notice included in the application does not include the present and proposed rates for customer deposits which are proposed to be increased in accordance with proposed Electric Tariff No. 14, Sheet Nos. 102 and 102.1. Your filing of a revised copy of the customer notice should include the dates upon which the first newspaper publication will be made, in each newspaper in which you give notice, to show compliance with the seven-day requirement set for in 807 KAR 5:001, Section 10(4)(c)3.

I hereby certify that the supplemental notices to the public of the filing of the application, which addresses the deficiency stated by the Commission in its August 6, 2008 letter, has been completed in all respects as required by 807 KAR 5:001, Section 10(3) and (4) and 807 KAR 5:011, Section 9(2), as follows:

On the 7th day of August, 2008, the supplemental notice to the public was delivered for exhibition and public inspection at the offices and places of business of the Company in the territory affected thereby, to-wit, at the following places:

Barlow	Maysville
Campbellsville	Middlesboro
Carrollton	Midway
Danville	Morehead
Earlington	Morganfield
Eddyville	Mt. Sterling
Elizabethtown	Paris
Georgetown	Richmond
Greenville	Shelbyville
Harlan	Somerset
Lexington	Versailles
Lexington North	Winchester
London	

and that the same will be kept open to public inspection at said offices and places of business in conformity with the requirements of 807 KAR 5:001, Section 10(4)(f).

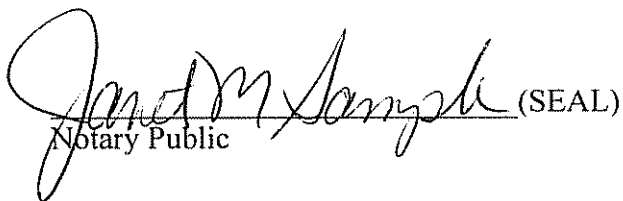
I further certify that more than twenty (20) customers will be affected by said change by way of an increase in their rates or charges, and that on the 7th day of August, 2008, there was delivered to the Kentucky Press Association, an agency that acts on behalf of newspapers of general circulation throughout the Commonwealth of Kentucky in which customers affected reside, for publication therein once a week for three consecutive weeks beginning the week of August 12, 2008, a supplemental notice of the filing of KU's application, which addresses the deficiency stated by the Commission in its August 6, 2008 letter, a copy of said notice being attached hereto as Exhibit A. Notices in all legally required newspapers will be made within seven days from the date of this Certificate (i.e., by Thursday, August 14, 2008). A certificate of publication of said notice will be furnished to the Kentucky Public Service Commission upon completion of same pursuant to 807 KAR 5:001, Section 10(4)(d).

Given under my hand this 7th day of August, 2008.



Lonnie E. Bellar
Vice President, State Regulation and Rates
Kentucky Utilities Company
220 West Main Street
Louisville, Kentucky 40202

Subscribed and sworn to before me, a Notary Public in and before said County and State,
this 7th day of August, 2008.



(SEAL)
Notary Public

My Commission Expires:

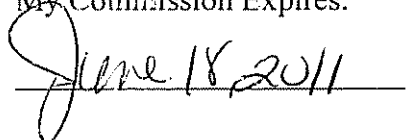


EXHIBIT A

NOTICE

On July 29, 2008, Kentucky Utilities Company (“KU”) filed an Application with the Public Service Commission seeking approval to adjust its electric and gas rates effective September 1, 2008. Public Notice of this filing was published in all of KU’s service territory. KU’s proposed revisions to its Customer Deposits, however, were not included in the published Notice.

Please take notice that with this filing, KU is proposing to increase its required Customer Deposits from the current amount of \$115.00 for residential customers to \$150.00 (30.43% increase) when applicable. Currently, all non-residential customers are required to pay a deposit based upon actual usage for the most recent 12-month period, if such information is available. If usage information is not available, the deposit is based on the average bills of similar customers and premises, not to exceed 2/12 of the customer’s actual or estimated annual bill. KU is proposing a fixed Customer Deposit amount for its General Service customers in the amount of \$140.00, with the Customer Deposit for all other non-residential customers being not more than 2/12 of the customer’s actual or estimated annual bill.

The Customer Deposits contained in this notice are the Customer Deposits proposed by Kentucky Utilities Company; however, the Public Service Commission may order Customer Deposits to be used that differ from these proposed Customer Deposits. Such action may result in Customer Deposits for customers other than the Customer Deposits contained in this notice.

Notice is further given that any corporation, association, body politic or person with a substantial interest in the matter may request leave to intervene by motion within thirty (30) days after notice of the proposed rate changes is given. The motion shall be submitted to the Public Service Commission, 211 Sower Boulevard, P. O. Box 615, Frankfort, Kentucky 40601, and shall set forth the grounds for the request, including the status and interest of the party. Intervention may be granted beyond the thirty (30) day period for good cause shown. Any person who has been granted intervention may obtain copies of the application and any other filings made by the utility by contacting Lonnie E. Bellar, Vice President – State Regulation and Rates, Kentucky Utilities Company, c/o E.ON U.S. LLC, 220 West Main Street, Louisville, Kentucky, 502-627-4830.

Kentucky Utilities Company
c/o E.ON U.S. LLC
220 West Main Street
P. O. Box 32010
Louisville, Kentucky 40232
502-627-4830

Public Service Commission
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Frankfort, Kentucky 40601
502-564-3940