



139 East Fourth Street, R. 25 At II
P.O. Box 960
Cincinnati, Ohio 45201-0960
Tel: 513-419-1852
Fax: 513-419-1846
Rocco.D'Ascenzo@duke-energy.com

Rocco O. D'Ascenzo
Senior Counsel

VIA OVERNIGHT DELIVERY

September 4, 2009

Mr. Jeff Derouen
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
P.O. Box 615
Frankfort, Kentucky 40602-0615

RECEIVED

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**PUBLIC SERVICE
COMMISSION**

Re: In the Matter of the Joint Application of Duke Energy Corporation, Duke Energy Holding Corp., Deer Acquisition Corp., Cougar Acquisition Corp., Cinergy Corp., The Cincinnati Gas & Electric Company and The Union Light, Heat and Power Company for Approval of a Transfer and Acquisition of Control, Case No. 2005-00228.

Dear Mr. Derouen:

In the Settlement Agreement in the above-referenced case, Duke Energy Kentucky, Inc. (Duke Energy Kentucky) made several merger commitments. Duke Energy Kentucky regularly monitors these commitments to ensure compliance. Duke Energy Kentucky reports the following information regarding these commitments. Please file stamp the two copies of this letter enclosed herein and return in the enclosed return-addressed envelope.

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Commitment # 20

Applicants commit to provide notification to the Commission as soon as practicable of registration or issuance of new public long-term debt or equity in excess of \$ 500 million issued by Duke Energy or Cinergy.

Duke Energy Kentucky Response:

On August 28, 2009 Duke Energy Corporation priced \$1 billion of senior unsecured notes in two tranches.

Details of the transaction can be found in the table below. Proceeds will be used to repay commercial paper, to fund capital expenditures and for general corporate purposes.

Issuer: Duke Energy Corporation
Ratings: Baa2 / BBB+ (Moody's / S&P)

Transaction Details	5-Year Senior Unsecured Notes	10-Year Senior Unsecured Notes
Principal	\$500 Million	\$500 Million
Maturity	September 15, 2014	September 15, 2019
Coupon	3.95%	5.05%
U.S. Treasury Yield	2.51%	3.49%
Credit Spread	145 bps	160 bps
Fees	35 bps	45 bps
Lead Managers	Bank of New York, Credit Suisse, J.P. Morgan, RBS	
Co-Managers	BBVA, BNP Paribas, Bank of Tokyo-Mitsubishi, Deutsche Bank, Mizuho	

Duke Energy Kentucky will continue to provide ongoing reporting as required under the merger commitments. Thank you for your consideration in this matter and please call with any questions.

Very truly yours,



Rocco D'Ascenzo
 Senior Counsel

Amy B. Spiller
 Associate General Counsel

cc: Hon. Dennis G. Howard, II
 Hon. David E. Spenard
 Hon. Michael L. Kurtz