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August 20, 2010

TECEVED

Via Hand Delivery

Jeff DeRouen **Executive Director** Kentucky Public Service Commission 211 Sower Boulevard Frankfort, KY 40601

AUG 20 2010

PUBLIC SERVICE COMMISSION

RE: The Joint Application of PPL Corporation, E.ON AG, E.ON US Investments Corp., E.ON U.S. LLC, Louisville Gas and Electric Company and Kentucky Utilities Company for Approval of an Acquisition of Ownership and Control of Utilities, Case No. 2010-00204

Dear Mr. DeRouen:

Pursuant to the Commission's order dated June 15, 2010, enclosed please find and accept for filing the original and twelve copies of the Supplemental Responses of PPL Corporation, E.ON AG, E.ON US Investments Corp., E.ON U.S. LLC, Louisville Gas and Electric Company and Kentucky Utilities Company to the Supplemental Request for Information of the Office of the Attorney General, Item No. 2-16, and to the First Set of Data Requests of Kentucky Industrial Utility Customers, Inc., Item No. 1-6.

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 envelope.

> Yours very truly, endil R Ripos

Kendrick R. Riggs

KRR:bsk **Enclosures**

Counsel to the Parties of Record (w/encl.) cc:

400001.137417/648726.1

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

JOINT APPLICATION OF PPL CORPORATION,)	
E.ON AG, E.ON US INVESTMENTS CORP.,)	
E.ON U.S. LLC, LOUISVILLE GAS AND ELECTRIC)	CASE NO.
COMPANY AND KENTUCKY UTILITIES)	2010-00204
COMPANY FOR APPROVAL OF AN ACQUISITION)	
OF OWNERSHIP AND CONTROL OF UTILITIES)	

SUPPLEMENTAL JOINT RESPONSE OF
PPL CORPORATION, E.ON AG, E.ON US INVESTMENTS CORP.,
E.ON U.S. LLC, LOUISVILLE GAS AND ELECTRIC COMPANY AND
KENTUCKY UTILITIES COMPANY
TO THE
ATTORNEY GENERAL'S SUPPLEMENTAL REQUEST FOR INFORMATION
DATED JULY 16, 2010

FILED: August 20, 2010

PPL CORPORATION, E.ON AG, E.ON US INVESTMENTS CORP., E.ON U.S. LLC, LOUISVILLE GAS AND ELECTRIC COMPANY AND KENTUCKY UTILITIES COMPANY

CASE NO. 2010-00204

Supplemental Joint Response to the Attorney General's Supplemental Request for Information Dated July 16, 2010

Question No. 16

Responding Witness: Lonnie E. Bellar

- Q-16. Please reference the joint applicants' response to AG 1-10. Provide a list of all documents which the joint applicants have filed and which are not currently of record in the instant proceeding.
- A-16. The only filing that has been made with any other state or federal regulatory agency that is not currently of record in the instant proceeding is the *Application of Kentucky Utilities Company d/b/a Old Dominion Power Company for Approval of Affiliate Transactions in Connection with Transfer of Ownership and Control and Restructuring and Refinancing of Debt*, Case No. PUE-2010-_____ (VSCC August 17, 2010). The Joint Applicants are providing this Application on the enclosed CD.

COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

JOINT APPLICATION OF PPL CORPORATION,)	
E.ON AG, E.ON US INVESTMENTS CORP.,)	
E.ON U.S. LLC, LOUISVILLE GAS AND ELECTRIC)	CASE NO.
COMPANY AND KENTUCKY UTILITIES)	2010-00204
COMPANY FOR APPROVAL OF AN ACQUISITION)	
OF OWNERSHIP AND CONTROL OF UTILITIES)	

SUPPLEMENTAL JOINT RESPONSE OF PPL CORPORATION, E.ON AG, E.ON US INVESTMENTS CORP., E.ON U.S. LLC, LOUISVILLE GAS AND ELECTRIC COMPANY AND **KENTUCKY UTILITIES COMPANY** TO THE FIRST SET OF DATA REQUESTS OF

KENTUCKY INDUSTRIAL UTILITY CUSTOMERS, INC. **DATED JUNE 23, 2010**

FILED: August 20, 2010

PPL CORPORATION, E.ON AG, E.ON US INVESTMENTS CORP., E.ON U.S. LLC, LOUISVILLE GAS AND ELECTRIC COMPANY AND KENTUCKY UTILITIES COMPANY

CASE NO. 2010-00204

Supplemental Joint Response to First Set of Data Requests of Kentucky Industrial Utility Customers, Inc. Dated June 23, 2010

Question No. 6

Responding Witness: Lonnie E. Bellar

- Q-6. Please identify and describe all new intercompany agreements that will be implemented and that will affect the costs of KU and LG&E, including, but not limited to, a service company agreement, intercompany tax allocation agreement, and integration agreement.
- A-6. The parties anticipate that new relevant intercompany agreements may be needed in the following areas:
 - forms of services agreement(s) between E.ON U.S. Services Inc., PPL Services Corporation or other affiliates so as to allow for intra-company services within the PPL group of companies if such agreements would enhance operational effectiveness
 - form of tax allocation agreement among E.ON U.S., LG&E, KU and relevant PPL-affiliates governing tax allocation and sharing matters

On August 17, 2010, KU filed with the Virginia State Corporation Commission, pursuant to Chapter 4 of Title 56 of the Virginia Code, an Application for approval of affiliate transactions. That application seeks approval of a new tax allocation agreement, of intercompany financing from PPL Investment Corp., a subsidiary of PPL Corp. and of insurance coverage from PPL Power Insurance, Ltd., also a subsidiary of PPL Corp. The details of these intercompany agreements are more fully set forth in the application, transaction summary and exhibits, all of which are being provided in response to the Joint Applicants' Supplemental Response to the Attorney General's Supplement Request for Information No. 16.

VERIFICATION

COMMONWEALTH OF KENTUCKY

COUNTY OF JEFFERSON

The undersigned, Lonnie E. Bellar, being duly sworn, deposes and says he is the Vice

SS:

President of State Regulation and Rates of Louisville Gas and Electric Company and Kentucky

Utilities Company, and an employee of E.ON U.S. Services Inc., that he has personal knowledge

of the matters set forth in the foregoing Supplemental Response to the Supplemental Request for

Information of the Office of the Attorney General, Item No. 2-16, and to the Supplemental

Response to the First Set of Data Requests of Kentucky Industrial Utilities Customers, Inc., Item

No. 1-6, and the responses contained therein are true and correct to the best of his information,

knowledge and belief.

Subscribed and sworn to before me, a Notary Public in and before said County and State, this At day of August, 2010.

Victoria B. Harper (SEAL) Notary Public

My Commission Expires:

Sept 20, 2010