

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

August 13, 2012

Mr. James E Mehring
Vice President OH/KY Gas Operations
Duke Energy Kentucky
139 East Fourth Street, Room EX403
Cincinnati, OH 45202

CPF 2-2012-6012M

Dear Mr. Mehring:

From April 16-20, 2012, a representative of the Pipeline and Hazardous Materials Safety Administration (PHMSA), Southern Region, Office of Pipeline Safety, pursuant to Chapter 601 of 49 United States Code, inspected the Duke Energy Kentucky (Duke) *Hazardous Liquid Pipeline Integrity Management Program (IMP)* in Kenton County, Kentucky. As a result of the inspection, PHMSA issued a Notice of Amendment (NOA) on July 12, 2012.

The PHMSA Southern Region received Duke's response to the NOA on August 7, 2012. We have reviewed your response, and find Duke's response adequate. This letter is to inform you that Duke has complied with the terms of the NOA and that no further action is necessary with regards to the NOA. This case is now closed.

Please be advised that this letter refers only to the NOA (CPF 2-2012-6012M) and not to any other PHMSA pending cases. Also be advised that nothing herein states or implies that the above described Duke IMP meets the requirements of the federal pipeline safety regulations or that the Duke IMP is approved. The pipeline system and Duke's IMP remain subject to inspection by PHMSA.

Sincerely,

Wayne T. Lemoi
Director, Office of Pipeline Safety
PHMSA Southern Region