



RECEIVED JUN 26 2007

PATTY WALKER  
Senior Vice President  
Ohio & Kentucky Gas Operations

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June 25, 2007

VIA OVERNIGHT AND ELECTRONIC MAIL

Mr. Ivan A. Huntoon  
Director, Central Region  
Pipeline and Hazardous Materials Safety Administration  
901 Locust, Suite 462  
Kansas City, Missouri 64106-2641

Dear Mr. Huntoon:

Re: Notice of Probable Violation CPF 3-2007-5019

Duke Energy Ohio, Inc. (Duke Energy) acknowledges receipt of your correspondence dated May 21, 2007 regarding the notice of probable violation issued as a result of the Hazardous Liquid inspection conducted October 30 through November 3, 2006 on the propane pipelines in Ohio. In your letter, you addressed 195.410 Line markers and 195.440 Public education as the two areas of concern.

Duke Energy does not dispute this proposed order and intends to take the steps outlined in the proposed Compliance Order and will submit the appropriate written materials and safety improvement costs associated with fulfilling this Compliance Order once the Final Order is received.

If you have any questions regarding this matter, please contact Ms. Susan Gilb at (513) 287-2752.

Sincerely,

Patty Walker  
Senior Vice President  
Ohio and Kentucky Gas Operations

PKW/smg